



### INDEPENDENT AUDITOR'S REPORT

**To the Members of KIRTI INDUSTRIAL COMPANY LIMITED**

**Report on the Audit of the Standalone Financial Statements**

#### **Opinion**

We have audited the accompanying standalone financial statements of **Kirti Industrial Company Limited** ("the Company") which comprises the Balance Sheet as at March 31, 2023, the Statement of Profit and Loss (including Other Comprehensive income), Statement of Changes In Equity and statement of cash flows for the year then ended and a summary of significant accounting policies and other explanatory notes for the year ended on that date (hereinafter referred to as 'Standalone financial statement').

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023, its profit (including Other Comprehensive income), changes in equity and its cash flows for the year ended on that date.

#### **Basis for Opinion**

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

#### **Key Audit Matters**

Key Audit Matters are those matters that, in our professional judgement, were of most significance in our audit of the standalone financial statements for the financial year ended March '2023. We have determined that there are no key audit matters to communicate in our report.



#### **Information Other than the Standalone 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 Board's Report including Annexures to the Boards' Report, but does not include the standalone financial statements and our auditor's 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 the other information is materially inconsistent with the standalone 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 a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

#### **Responsibilities of Management and those charged with governance for the standalone financial statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, including Other Comprehensive income, Statement of Changes In Equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

#### **Auditor's Responsibilities for the Audit of the Standalone Financial Statement**

Our objectives are to obtain reasonable assurance about whether the standalone financial statements as a whole are free from material misstatement, whether due to fraud or error, and to



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

As part of an Audit in accordance with SAs, we exercise professional judgement and maintain professional scepticism throughout the audit.

A further description of the auditor's responsibilities for the audit of the standalone financial statements is included in "**Annexure A**". This description forms part of our auditor's report.

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

1. The Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "**Annexure-B**", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

2. As required by Section 143(3) of the Act, we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Balance Sheet, the Statement of Profit and Loss including (Other Comprehensive income) ,Statement of Changes in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of accounts.
- d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of the written representations received from the directors as on 31st March, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2023 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the adequacy of the Internal Financial Control with reference to Standalone Financial Statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "**Annexure C**";
- g) With respect to other matters to be included in the Auditor's Report in accordance with the requirement of section 197 (16) of the act, as amended:  
In our Opinion and to the best of our information and according to the explanation given to us, during the year the Company has not paid any Remuneration to its Directors.
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:



- (1) The Company does not have any pending litigations which would impact its financial position.
- (2) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- (3) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- (4) (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kinds 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 beliefs, no funds (which are material either individually or in aggregate) have been received by the Company from any person or entity, including foreign whether, directly or indirectly, lend or invest in other person 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 procedure 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.
- (5) In our opinion and to the best of our information and according to the explanations given to us, no dividend has been declared or paid during the year by the company.

For S.Jaykishan  
Chartered Accountants.  
Firm's Registration No.309005E

CA Y. Gupta  
Partner  
Membership No.060539



Place: Kolkata  
Dated: 31<sup>st</sup> July, 2023  
UDIN: 23060539B4YMQP849D

## Annexure-A

### Responsibilities for Audit of the Standalone Financial Statements

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

- Identify and assess the risks of material misstatement of the standalone 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 internal financial controls with reference to Standalone Financial Statements 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 standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure, and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

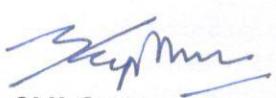
Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone financial statements may be influenced. We consider quantitative materiality and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

For S.Jaykishan  
Chartered Accountants  
Firm's Registration No.309005E



CA Y. Gupta  
Partner  
Membership No.060539



Place: Kolkata

Dated: 31<sup>st</sup> July ,2023

UDIN: 23060539B61YMQP849D

**Annexure -B to the Independent Auditors' Report**

**(Referred to in Paragraph 1 under 'Report on Other Legal and Regulatory Requirements" section of our Independent Auditor's report to the Members of Kirti Industrial Company Limited of even date)**

The Annexure referred to in our Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31<sup>st</sup> March, 2023.

We report that:

- i. (a)(A) The Company is maintaining proper records showing full particulars, including quantitative details and situations of Property, Plant, and Equipment  
(B) The company does not have intangible assets.  
  
(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 a regular programme of physical verification of its Property, plant and equipment by which all Property, plant and equipment are verified in a phased manner over a period of three years. In accordance with this programme, certain Property, plant, and equipment were verified during the year. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.;  
  
(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties (other than immovable properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in the standalone financial statements are held in the name of the Company.  
  
(d). The company has not revalued its Property, Plant and Equipments and intangible assets during the year. Accordingly, the reporting under Clause 3(i)(d) of the Order is not applicable to the Company.  
  
(e) No proceedings have been initiated during the year or are pending against the Company as at 31 March 2023 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder. Accordingly, the reporting under Clause 3(i)(e) of the Order is not applicable to the Company .
- ii. (a) As explained to us, inventories of shares lying in electronic form in Demat account and in physical form have been verified by the management ,at reasonable intervals during the year and in our opinion, the coverage and procedure of such verification by the management is appropriate. No material discrepancies have been noticed on such physical verification as compared to book records.  
  
(b) The company has not taken working capital limits in excess of five crore rupees, in aggregate, at any point of the time during the year, from banks and financial institutions on the basis of security of current assets. Hence, clause 3(ii) is not applicable to the company.



- iii. The company has not made investments, provided any guarantee or security or granted any loans or advances in the nature of loan ,secured or unsecured , to companies ,firms, Limited Liability partnership or any other parties during the year. Therefore, reporting under section 3(iii) is not applicable on the company.
- iv. According to the information and explanations given to us, the company has complied with the provisions of Section 185 and 186 of the Companies Act, 2013 in respect of loans granted, investment made, guarantee and securities provided, as applicable.
- v. The Company has not accepted any deposits or amounts which are deemed to be deposits from the public within the meaning of the directives issued by the Reserve Bank of India, provisions of Sections 73 to 76 of the Act, any other relevant provisions of the Act and the relevant rules framed thereunder.
- vi. To the best of our knowledge and as explained, the Central Government has not specified the maintenance of cost records under Section 148(1) of the Companies Act, 2013, for the products/services of the Company.
- vii. In respect of statutory dues:
  - (a) The Company has generally been regular in depositing undisputed statutory dues including Income Tax, Goods and Services Tax and other statutory dues applicable to it with the appropriate authorities. There were no undisputed amounts payable in respect of Income Tax, Goods and Services Tax and other statutory dues in arrear as at 31st March 2023 for a period exceeding six months from the date, they became payable.
  - (b) According to the information and explanations given to us, there are no statutory dues of GST, Income Tax or other statutory dues as on 31 March 2023 which have not been deposited by the Company on account of any disputes.
- viii. According to the information and explanations given by the management and based on the procedures carried out during the course of our audit, we have not come across any transactions not recorded in the books of account which have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.
- ix.
  - (a) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of loans or other borrowings or in the payment of interest thereon to any lender.
  - (b) According to the information and explanations given to us and on the basis of our audit procedures, we report that the company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
  - (c) In our opinion and according to the information and explanations given to us, the company has not taken any term loans during the year. Hence Clause 3(ix) is not applicable to the Company.
  - (d) According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the financial statements of the company,



we report that no funds raised on short-term basis have been used for long-term purposes by the company.

(e) According to the information and explanations given to us and on an overall examination of the financial statements of the company, we report that the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.

(f) According to the information and explanations given to us and procedures performed by us, we report that the company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.

x. (a) The Company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year and accordingly clause 3(x) (a) of the order is not applicable to the Company.

(b) In our opinion and according to the information and explanations obtained by us, the company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially, or optionally convertible) during the year and accordingly clause 3(x) (b) of the order is not applicable to the Company.

xi. (a) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given by the management, we report that no fraud by the company or no fraud on the company has been noticed or reported during the year.

(b) No report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.

(c) As represented to us by the management, there are no whistle blower complaints received by the company during the year.

xii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, provision of paragraph 3(xii) of the Order is not applicable to the Company.

xiii. According to the information and explanations and records made available to us by the company and audit procedures performed by us, all transactions with related parties are in compliance with sections 177 and 188 of the Companies Act, 2013, where applicable. The details of transactions during the year have been disclosed in the financial statements as required by the applicable accounting standards.

xiv. According to information given to us, the company is in the process of appointing internal auditors.

xv. According to the information and explanations given to us, in our opinion during the year the company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the company.



xvi. (a) According to the information and explanations given to us, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act 1934. Hence, reporting under clause 3(xvi)(a), (b), and (c) of the Order is not applicable.

(b) The company has not conducted any non –banking financial or housing finance activities during the year.

(c) In our opinion the company is not a core investment company (hereinafter referred to as ("CIC") as defined in the Core Investment Companies (Direction),2016 as amended from time to time ,issued by the Reserve Bank of India .Accordingly, clause 3(xvi) (c) of the Order is not Applicable.

(d) In our opinion, and according to the information and explanations given to us, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.

xvii. The Company has not incurred any cash loss during the financial year ended on that date and the immediately preceding financial year.

xviii. There has been no resignation of the statutory auditors during the year. Accordingly, clause 3(xviii) of the Order is not applicable.

xix. On the basis of the financial ratios, ageing and expected dates of realisation of Assets and payment of liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examinations of the evidence supporting the assumptions, nothing has come to our attention, which cause us to believe that any material uncertainty exists as on the date of the audit report indicating that company is not capable of meeting its liabilities existing at that 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 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. According to the information and explanations given to us, the provisions of Section 135 of the Companies Act, 2013 are not applicable to the company. Accordingly, provisions of paragraph 3(xx) of the Order are not applicable to the Company.

xxi. The reporting under Clause 3(xxi) of the order is not applicable in respect of audit of Standalone financial statements. Accordingly, no comments in respect of the said clause has been initiated in this report.



For S.Jaykishan  
Chartered Accountants  
Firm's Registration No.309005E

  
CA Y. Gupta  
Partner  
Membership No.060539



Place: Kolkata  
Dated: 31<sup>st</sup> July, 2023  
UDIN: 23060539B7YMQP8490

## ANNEXURE - C TO THE INDEPENDENT AUDITOR'S REPORT

[Referred to in Paragraph 2(1) under 'Report on Other Legal and Regulatory Requirements' of our report of even date]

**Report on the Internal Financial Controls with reference to financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act") (Referred to in our report of even date)**

We have audited the internal financial controls with reference to standalone financial statements of KIRTI INDUSTRIAL COMPANY LIMITED ("the Company") as on March 31, 2023 in conjunction with our audit of the standalone 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 Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

### **Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls with reference to standalone financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls with reference to standalone financial statements. 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 with reference to standalone financial statements were 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 with reference to standalone financial statements and their operating effectiveness. Our audit of internal financial controls with reference to standalone financial statements included obtaining an understanding of internal financial controls with reference to standalone financial statements, 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 judgement, including the assessment of the risks of material misstatement of the standalone financial statements, whether due to fraud or error.

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



### **Meaning of Internal Financial Controls over Financial Reporting**

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of standalone 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 standalone financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorizations of management and directors of the Company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

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

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

### **Opinion**

In our opinion, to the best of our information and according to the explanation given to us, the Company has, in all material respects, an adequate internal financial controls with reference to standalone financial statements and such internal financial controls with reference to standalone financial statements were operating effectively as at March 31, 2023, based on the internal control with reference to standalone financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

*For S.Jaykishan*

*Chartered Accountants*

*Firm's Registration No.309005E*

CA Y. Gupta

Partner

Membership No.060539



Place: Kolkata

Dated: 31<sup>st</sup> July, 2023

UDIN: 2306053986 YMQP849D

**KIRTI INDUSTRIAL COMPANY LIMITED**  
**CIN: L70101WB1983PLC035984**  
**BALANCE SHEET AS AT 31ST MARCH, 2023**

(Amount in Rs in '000.)

Particulars	Notes	As at 31st March 2023	As at 31st March 2022
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
(a) Property, plant and equipment	2	1,058.36	1,115.17
(b) Investment Property	2	1,463.17	1,535.90
(c) Financial assets :			
(i) Investments	3	1,44,557.02	1,34,518.21
(ii) Other Financial assets	4	15.21	0.21
<b>Total Non-Current Assets</b>		<b>1,47,093.76</b>	<b>1,37,169.49</b>
<b>Current Assets</b>			
(a) Inventories	7	1,611.54	1,632.55
(b) Financial assets:			
(i) Investments	3	5,884.30	7,893.84
(ii) Cash and cash equivalents	8	340.95	151.62
(iii) Other Financial assets	4	57.26	57.26
(c) Other Current Assets	6	1,470.14	1,458.09
<b>Total Current Assets</b>		<b>9,364.20</b>	<b>11,193.36</b>
<b>Total Assets</b>		<b>1,56,457.96</b>	<b>1,48,362.85</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
(a) Equity Share capital	9	2,480.00	2,480.00
(b) Other Equity	10	1,17,836.12	1,10,956.65
<b>Total Equity</b>		<b>1,20,316.12</b>	<b>1,13,436.65</b>
<b>Liabilities</b>			
<b>Non-Current Liabilities</b>			
(a) Financial liabilities:			
(i) Other financial Liabilities	11	1,200.00	1,200.00
(b) Deferred tax liabilities (net)	5	33,301.98	31,820.21
<b>Total Non-Current Liabilities</b>		<b>34,501.98</b>	<b>33,020.21</b>
<b>Current liabilities</b>			
(a) Financial liabilities:			
(i) Trade payables			
(A) total outstanding dues of micro enterprises and small enterprises; and			
(B) total outstanding dues of creditors other than micro enterprises and small enterprises	12	331.22	256.38
(b) Provisions	13	1,187.67	1,508.52
(c) Other current liabilities	14	120.97	141.09
<b>Total Current Liabilities</b>		<b>1,639.86</b>	<b>1,905.99</b>
<b>Total Equity and Liabilities</b>		<b>1,56,457.96</b>	<b>1,48,362.85</b>

The accompanying notes referred to above form an integral part of the Financial Statements

As per our report of even date attached

For S.Jaykishan  
Chartered Accountants  
FRN: 309005E

Y. Gupta  
(Partner)  
Membership. No.: 060539



Place: Kolkata  
Place: Kolkata  
Date: 31/7/2023  
UDIN: 23060539B6YMQP&490

For KIRTI INDUSTRIAL COMPANY LTD-  
For and on behalf of the Board of Directors  
Kirti Industrial Company Limited

*Padmanabha* —  
PADMANABH JALAN  
DIRECTOR

For KIRTI INDUSTRIAL COMPANY LTD-  
*K.P. Bagaria*  
K.P. BAGARIA  
DIRECTOR

DIN: 01651268

*Sourindra Nath Mukherjee*  
SOURINDRA NATH MUKHERJEE  
COMPANY SECRETARY  
PAN : AEPM9008P  
*Agarwal*  
BISHWA NATH AGARWAL  
CHIEF FINANCIAL OFFICER

DIN: 00938163

## KIRTI INDUSTRIAL COMPANY LIMITED

CIN:L70101WB1983PLC035984

## STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2023

(Amount in Rs in '000.)

S.N	Particulars	Notes	For the Year ended March 31, 2023	For the Year ended March 31, 2022
I	Revenue from operations	15	100.76	
II	Other income	16	5,582.06	6,067.18
III	Total Income ( I + II )		5,682.82	6,067.18
IV	Expenses	17	21.01	(342.14)
	Change in inventories of stock-in-trade	18	396.00	366.00
	Employee benefits expenses	19	177.13	209.99
	Depreciation and amortization expenses	20	1,643.61	1,070.22
	Other expenses		2,237.76	1,304.07
	Total expenses		3,445.07	4,763.12
V	Profit/(Loss) before tax ( III- IV )			
VI	Less: Tax expenses :		(675.07)	(995.92)
	Current tax		-	(14.88)
	Income Tax for earlier year		(28.09)	(11.45)
	Deferred tax		-	(5.09)
	MAT credit entitlement/(utilized)		2,741.90	3,735.78
VII	Profit/(Loss) for the year (V-VI)			
VIII	Other Comprehensive Income/(Expenses) (OCI)			
	Item that will not be reclassified to Profit or Loss		5,591.24	20,761.71
	Net/(loss)/gain on FVTOCI equity securities		(1,453.68)	(5,398.05)
	Less: Income Tax effect thereof			
	Items that will be reclassified to Profit or Loss		4,137.56	15,363.67
	Income Tax effect thereof		6,879.47	19,099.45
IX	Other Comprehensive Income/(Expenses) (OCI), net of taxes			
X	Total Comprehensive Income /(Loss) for the year (VII + VIII )			
	Earnings per equity share [nominal value Rs 10 per share]	21(V)	11.06	15.06
	Basic (Rs)		11.06	15.06
	Diluted (Rs)			

The accompanying notes referred to above form an integral part of the Financial Statements

As per our report of even date attached

For S.Jaykishan  
Chartered Accountants  
FRN: 309005E



Y. Gupta  
(Partner)  
Membership. No. 060539

Place: Kolkata  
Date: 31/7/2023  
UDIN: 2306053913GYM&P8490

For and on behalf of the Board of Directors

Kirti Industrial Company Limited

For KIRTI INDUSTRIAL COMPANY LTD.

*Padmanabha*  
PADMANABH JALAN  
DIRECTOR

For KIRTI INDUSTRIAL COMPANY LTD.

*K.P. Bagaria*  
K.P.BAGARIA  
DIRECTOR

DIN: 01651268  
DIN: 00938163

*Sourindra Nath Mukherjee*  
SOURINDRA NATH MUKHERJEE  
COMPANY SECRETARY  
PAN: AEPM9008P

*Bishwa Nath Agarwal*  
BISHWA NATH AGARWAL  
CHIEF FINANCIAL OFFICER

## KIRTI INDUSTRIAL COMPANY LIMITED

CIN:L70101WB1983PLC035984

## CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2023

(Amount in Rs In '000.)

Particulars	For the Year ended March 31, 2023	For the Year ended March 31, 2022
<b>A. CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit for the year before tax	3,445.07	4,763.12
<b>ADJUSTMENT FOR :-</b>		
Depreciation and amortization expenses	177.13	209.99
Interest Income	(174.36)	(179.44)
Profit / Loss on Sale of Investments and Mutual Funds	(0.21)	(197.40)
Dividend Income	(1,046.58)	(1,561.83)
<b>OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES</b>	<b>2,401.05</b>	<b>3,034.44</b>
Adjustment For Changes In :-		
(Increase)/Decrease in Inventories	21.01	(342.14)
(Increase)/Decrease in Other Current Assets	(27.05)	(0.89)
Increase/(Decrease) in Trade & Other Payables	54.72	(27.38)
<b>CASH GENERATED FROM OPERATIONS</b>	<b>2,449.73</b>	<b>2,664.03</b>
Less: Tax Paid	(995.93)	(613.24)
<b>NET CASH FROM OPERATING ACTIVITIES (TOTAL A)</b>	<b>1,453.81</b>	<b>2,050.79</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Interest Received	174.36	179.44
Proceed from Sale of Investment	0.21	197.40
Purchase of Investment (Net)	(2,438.04)	(4,883.73)
Purchase of Property, Plant & Equipment	(120.53)	(88.86)
Dividend Received	1,046.58	1,561.83
Sale of Property Plant & equipment	72.94	-
<b>NET CASH USED IN INVESTING ACTIVITIES (TOTAL B)</b>	<b>(1,264.47)</b>	<b>(3,033.91)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Increase/Decrease in Borrowings	-	-
<b>NET CASH USED IN FINANCING ACTIVITIES (TOTAL C)</b>		
<b>NET CHANGE IN CASH &amp; CASH EQUIVALENTS</b>	<b>189.33</b>	<b>(983.12)</b>
<b>TOTAL (A+B+C)</b>	<b>151.62</b>	<b>1,134.74</b>
<b>CASH &amp; CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR</b>	<b>340.95</b>	<b>151.62</b>
<b>CASH &amp; CASH EQUIVALENTS AT THE END OF THE YEAR</b>		

## Note:

1. The above Cash Flow Statement has been prepared under the "Indirect method" as set out in the IND AS 7 on "Statement of Cash Flow".
2. Cash and Cash Equivalents include Cash in hand and Bank balances on current account.
3. Figures in brackets indicate Cash outflow.
4. Previous Year's figures have been regrouped/rearranged wherever considered necessary.

As per our report of even date attached

For S.Jaykishan  
Chartered Accountants  
FRN: 309005E

Y. Gupta  
(Partner)  
Membership. No. :060539



Place: Kolkata  
Date: 31/7/2023

UDIN:- 23060539BGMQ P8490

and on behalf of the Board of Directors  
For KIRTI INDUSTRIAL COMPANY LTD  
Kirti Industrial Company Limited

*Padmanabha*  
PADMANABH JALAN  
DIRECTOR  
DIN: 01651268

For KIRTI INDUSTRIAL COMPANY LTD

*K.P. Bagaria*  
K.P.BAGARIA  
DIRECTOR  
DIN: 00938163

*Sourindra Nath Mukherjee*  
SOURINDRA NATH MUKHERJEE  
COMPANY SECRETARY  
PAN : AEFPN9008P

*Bishwanath Agarwal*  
BISHWANATH AGARWAL  
CHIEF FINANCIAL OFFICER

**KIRTI INDUSTRIAL COMPANY LIMITED**  
**CIN:L70101WB1983PLC035984**  
**STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH 2023**

				(Amount in Rs In '000.)	
A. Equity share Capital		Notes	As at 31st March, 2023		As at 31st March, 2022
Particulars					
<b>Balance at the beginning of the current reporting period</b>	9		2,480.00		2,480.00
Changes in equity share capital during the current year			-		-
<b>Balance at the end of the current reporting period</b>			2,480.00		2,480.00
B. Other Equity				(Amount in Rs In '000.)	
Particulars		Notes	Reserve and surplus		Total other equity
			Capital Reserve	Retained earnings	FVOCI Equity Investments
<b>Balance as at 1 April 2021</b>	10		-	16,659.61	75,197.60
Profit for the year			-	3,735.78	-
Net Gain/(Loss) on FVOCI Investments			-	-	15,363.67
<b>Total comprehensive income for the year</b>			-	3,735.78	15,363.67
<b>Balance as at 31 March 2022</b>			-	20,395.38	90,561.27
Particulars		Notes	Reserve and surplus		Total other equity
			Capital Reserve	Retained earnings	FVOCI Equity Investments
<b>Balance as at 1 April 2022</b>	10		-	20,395.38	90,561.27
Profit for the year			-	2,741.90	-
Net Gain/(Loss) on FVOCI Investments			-	-	4,137.56
<b>Total comprehensive income for the year</b>			-	2,741.90	4,137.56
<b>Balance as at 31 March 2023</b>			-	23,137.29	94,698.83
				1,17,836.12	

**Description of reserves in statement in changes in equity**

**Retained Earnings:-**

Retained earnings represents accumulated profits earned by the company and remaining undistributed as on date.

**FVOCI Equity Investments:-**

The Company has elected to recognise changes in the fair value of certain investments in equity instruments through other comprehensive

The accompanying notes referred to above form an integral part of the Financial Statements

As per our report of even date attached

For S.Jaykishan

Chartered Accountants

FRN: 309005E

Y. Gupta

(Partner)

Membership. No. :060539



For and on behalf of the Board of Directors

*Kirti Industrial Company Limited*

*For KIRTI INDUSTRIAL COMPANY LTD.*

*Padmanabha*  
 PADMANABHA DALAN  
 DIRECTOR

DIN: 01651268

*For KIRTI INDUSTRIAL COMPANY LTD.*

*K. P. B.*  
 K.P. BAGARIA

DIRECTOR

DIN: 00938163

*Sourindra*  
 SOURINDRA NATH MUKHERJEE  
 COMPANY SECRETARY

PAN : AEFPM9008P

*Bishwanath*  
 BISHWANATH AGARWAL  
 CHIEF FINANCIAL OFFICER

Place: Kolkata

Date: 31/7/2023

UDIN:- 22060539BGM0P8490

**KIRTI INDUSTRIAL COMPANY LIMITED**  
**CIN:L70101WB1983PLC035984**  
**NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31ST MARCH,2023**

**State Information**

KIRTI INDUSTRIAL COMPANY Limited having CIN No.L70101WB1983PLC035984 and registered office at Unit no. 2 Hare Street 6th Floor Nicco House, Kolkata- 700016, India is a Public Limited Company incorporated and domiciled in India.

**SIGNIFICANT ACCOUNTING POLICIES**

**1.1 Basis of Preparation**

These standalone financial statements have been prepared under Indian Accounting Standards ("Ind AS") prescribed under Section 133 of the Companies Act, 2013 ("Act") read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) under historical cost convention on an accrual basis, except certain financial instruments and biological assets which are measured in terms of relevant Ind AS at fair value/cost, and other relevant provisions of the Act (to the extent notified).

All Ind AS issued and notified till the standalone financial statements are approved for issue by the Board of Directors have been considered in preparing these standalone financial statements.

Accounting policies have been consistently applied except where a newly issued Ind AS is initially adopted or a revision to an existing Ind AS requires a change in the accounting policy hitherto in use.

All the assets and liabilities (other than deferred tax assets/liabilities) have been classified as current or non-current as per Company's normal operating cycle and other criteria set out in Schedule III to the Companies Act, 2013. The operating cycle is the time between the acquisition of assets for processing and their realization in cash or cash equivalents. Company has identified its operating cycle as 12 months for current and non-current classification of assets and liabilities. Deferred tax and liabilities are considered as non-current.

The items included in the standalone financial statements (including notes thereon) are measured using the currency of the primary economic environment in which Company operates ("the functional currency") and are, therefore, presented in Indian Rupees ("INR" or "Rupees" or "Rs."). All amounts disclosed in the Standalone financial statements including notes thereon have been rounded off to the nearest two decimal of thousand unless otherwise stated.

**1.2 Revenue Recognition**

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

**1.2 Interest Income**

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

**1.2 Dividend**

Dividend is recognised in profit or loss only when the right to receive payment is established, it is probable that the economic benefits associated with the dividend will flow to the Company, and the amount of the dividend can be measured reliably.

**1.3 Property, Plant and Equipment**

Freehold land is carried at historical cost. All other items of Property, Plan and Equipment are stated at historical cost less accumulated depreciation and accumulated impairment losses, if Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

**Depreciation Method, Estimated Useful Lives and Residual Values**

Depreciation is calculated on a pro-rata basis using the written down value method to allocate their cost, net of their estimated residual values, over their estimated useful lives in. The residual values of assets (individually costing more than Rs 5000/-) is not more than 5% of the original cost of the asset.

**1.4 Inventories**

Inventories are valued at lower of cost and net realizable value. However, The unquoted Shares are valued at cost.

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

**1.5 Investments and Other Financial Assets**

**a. Classification**

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

- those to be measured subsequently at fair value (either through other comprehensive income or through profit or loss), and
- those to be measured at amortised cost.

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

For assets measured at fair value, gains and losses will either be recorded in profit or loss or other comprehensive income. For investments in debt instruments, this will depend on the business model in which the investment is held. For investments in equity instruments, this will depend on whether the Company has made an irrevocable election at the time of initial recognition to account for the equity investment at fair value through other comprehensive income.

The Company reclassifies debt investments when and only when its business model for managing those assets changes.

**b. Measurement**

At initial recognition, the Company measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in profit or loss.

**Debt Instruments**

Subsequent measurement of debt instruments depends on the Company's business model for managing the asset and the cash flow characteristics of the asset. There are three

- Amortised Cost: Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at
- Fair Value through Other Comprehensive Income (FVTOCI): Assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets'
- Fair Value through Profit or Loss: Assets that do not meet the criteria for amortised cost or FVTOCI are measured at fair value through profit or loss. A gain or loss on a debt investment that is subsequently measured at fair value through profit or loss is recognised in profit or loss and presented net in the Statement of Profit and Loss within 'Other Income' in the period in which it arises.

**Equity Instruments**

The Company subsequently measures all equity investments at fair value, except investments in associates which are measured at cost. Where the Company's management has elected to present fair value gains and losses on equity investments in other comprehensive income, there is no subsequent reclassification of fair value gains and losses to profit or loss. Changes in the fair value of financial assets at fair value through profit or loss are recognised in 'Other Income' in the Statement of Profit and Loss.

**c. Impairment of Financial Assets**

The Company assesses on a forward looking basis the expected credit losses associated with its assets which are not fair valued through profit or loss. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

**d. Derecognition of Financial Assets**

A financial asset is derecognised only when

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

Where the entity has transferred an asset, the Company evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the

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



For KIRTI INDUSTRIAL COMPANY LTD.

*Padmanabha, -*  
Director

For KIRTI INDUSTRIAL COMPANY LTD.

*K. P. B. S.*

Director

**1.6 Financial Liabilities**

**a. Initial recognition and measurement**

The Company recognises all the financial liabilities on initial recognition at fair value minus, in the case of a financial liability not at fair value through Profit or Loss, transaction costs

**b. Subsequent measurement**

Financial liabilities are subsequently measured at amortised cost.

**c. De-recognition**

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires.

**1.7 Offsetting Financial Instruments**

Financial assets and liabilities are offset and the net amount is reported in the Balance Sheet where there is a legally enforceable right to offset the recognised amounts and there is an

**1.8 Cash and Cash Equivalents**

Cash and cash equivalents in the balance sheet comprise cash on hand, cheques on hand, balance with banks, and short term liquid investments with an original maturity of three months

**1.9 Trade Payables**

Trade payables represent liabilities for goods and services provided to the Company prior to the end of financial year which are unpaid. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognised initially at their fair value and subsequently to be measured at amortised cost using the effective interest method (if Required).

**1.10 Employee Benefits**

**a. Short-term Employee Benefits**

Liabilities for short-term employee benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognised in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as 'Employee Benefits Payable' under 'Other Current Liabilities' in the Balance Sheet.

**1.11 Taxes**

Income tax expense comprises current tax and deferred tax and is recognised in the statement of profit and loss except to the extent it relates to items directly recognised in Equity or other comprehensive income (OCI).

**(a) Current income tax**

Current income tax assets and liabilities for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities using the tax rates and tax laws that are enacted or substantively enacted by the balance sheet date and applicable for the period.

Current tax items in correlation to the underlying transaction relating to OCI and Equity are recognised in OCI and Equity respectively. Management periodically evaluates positions taken in the tax returns to situations in which applicable tax regulations are subject to interpretation and full provisions are made where appropriate based on the amount expected to be paid to the tax authorities.

The Company offsets current tax assets and current tax liabilities, where it has a legally enforceable right to set off the recognised amounts and where it intends either to settle on a net basis or to realize the assets and settle the liabilities simultaneously.

**(b) Deferred income tax**

Deferred income tax assets and liabilities are recognised for the deductible and taxable temporary differences arising between the tax base of assets and liabilities and their carrying amount in the standalone financial statements.

Deferred tax assets are recognised for deductible temporary differences, the carry forward of unused tax credits and any unused tax losses to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, unused tax credits and unused tax losses can be utilised.

The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that the same will be reversed or sufficient taxable profit will be available to allow all or part of the deferred tax assets to be utilised.

Deferred tax assets and liabilities are measured at the tax rates (and tax laws) that have been enacted or substantively enacted at the balance sheet date.

**(c) Minimum Alternate Tax (MAT)**

Deferred tax assets include Minimum Alternative Tax (MAT) paid in accordance with the tax laws in India, which is likely to give future economic benefits in the form of availability of set off against future income tax liability.

**1.12 Provisions, contingent liabilities and contingent assets**

Provisions are recognised when there is a present obligation as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. A disclosure for contingent liabilities is made when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources embodying economic benefits will be required to settle or a reliable estimate of the amount cannot be made.

A contingent asset is not recognised in the standalone financial statements, however, it is disclosed, where an inflow of economic benefits is probable.

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

**1.13 Earnings per Share**

**a. Basic Earnings per Share**

Basic earnings per share is calculated by dividing:

- the profit attributable to owners of the Parent Company
- by the weighted average number of equity shares outstanding during the financial year

**b. Diluted Earnings per Share**

Diluted earnings per share adjust the figures used in the determination of basic earnings per share to take into account:

- the after income tax effect of interest and other financing costs associated with dilutive potential equity shares, and
- the weighted average number of additional equity shares that would have been outstanding assuming the conversion of all dilutive potential equity shares.

**1.14 Recent Accounting Pronouncements**

Revision in these standards did not have any material impact on the profit/loss and earning per share for the year.

**1.15 Use of Critical Estimates, Judgements and assumptions**

The preparation of financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions, that affect the application of accounting policies. This Note provides an overview of the areas that involved a higher degree of judgement or complexity, and of items which are more likely to be materially adjusted due to estimates and assumptions turning out to be different than those originally assessed. Detailed information about each of these estimates and judgements is included in relevant notes together with information about the basis of calculation for each affected line item in the financial statements.

The areas involving critical estimates, judgements and assumptions are:

**• Provisions, Contingent liabilities and contingent assets** —

The timing of recognition and quantification of the provisions, contingent liabilities and contingent assets require the application of judgment to existing facts and circumstances which are subject to change on the actual occurrence or happening. Judgment is required for estimating the possible outflow of resources, if any, in respect of contingencies/claims/litigations against the Company and possible inflow of resources in respect of the claims made by the Company which has been considered to be contingent in nature. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

**• Current tax and Deferred Taxes** —

Significant judgment is required in the determination of the taxability of certain income and deductibility of certain expenses during the estimation of the provision for income taxes and option to be exercised for application of reduced rates of taxation on possible cessation of tax deduction and exhaustion of MAT credit entitlement in future years based on estimates of future taxable profits.

**• Fair Value Measurements** —

When the fair values of financial assets and financial liabilities recorded in the Balance Sheet cannot be measured based on quoted prices in active markets, their fair values are measured using valuation techniques, including the discounted cash flow model, which involve various judgements and assumptions.



**KIRTI INDUSTRIAL COMPANY LIMITED**

CIN:L70101WB1983PLC035984

**NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31ST MARCH,2023**

		(Amount in Rs In '000.)	
		As at 31st March 2023	As at 31st March 2022
<b>3-INVESTMENTS</b>			
<b>Non-Current Investment</b>			
<b>(a) Trade Unquoted</b>			
<b>i. In Equity Shares at Fair Value through other comprehensive income</b>			
Pahargoomoiah Tea Industries (P) Ltd. (31st March, 2023: 7,44,206 nos, 31st March, 2022: 7,44,206 nos)		81,716.13	77,645.59
Bhakti Exim Private Limited (31st March, 2023: 3,500 nos, 31st March, 2022: 3,500 nos)		1,179.01	1,176.60
Shelter Properties Private Limited (31st March, 2023: 1,670 nos, 31st March, 2022: 1,670 nos)		-	-
Uphaar Financial Services Private Limited (31st March, 2023: 2,50,000 nos, 31st March, 2022: 2,50,000 nos)		4,879.18	4,879.18
		<b>87,774.31</b>	<b>83,701.37</b>
<b>(b) Unquoted</b>			
<b>i. Associate Company - Equity share valued at cost</b>			
Lake View Dealers Private Limited (31st March, 2023: 1,32,500 nos, 31st March, 2022: 1,32,500 nos)		412.50	412.50
The Sabrina Exporters & Importers P. Ltd. (31st March, 2023: 5000 nos, 31st March, 2022: 5,000 nos)		50.00	50.00
		<b>462.50</b>	<b>462.50</b>
<b>ii. Investment in Other Company: Other than trade Quoted (Fair Market Value through other Comprehensive income)</b>			
Indo Count Industries Limited (31st March, 2019: Nil, 31st March, 2018: Nil)		48,052.59	43,948.34
Bhatkawa Tea Industries Limited (31st March, 2023: 3,14,405 nos, 31st March, 2022: 3,14,405 nos)		<b>48,052.59</b>	<b>43,948.34</b>
<b>(c) In Debentures- Quoted (at Cost)</b>			
CESC Limited		1.82	1.82
(13 Debentures of Rs.100/- each)		<b>1.82</b>	<b>1.82</b>
<b>(d) In Bonds (at Cost)</b>			
10.65%-11.15% United Bank of India Bonds			
8.50% IL and FS Ltd,2016 Bond		2,214.40	2,214.40
7.38% REC Tax Free Sec. NCD TR1 S2		180.00	180.00
8.76% National Housing Bank Tax Free Bond		151.00	151.00
9.75% IFCI,2030 Bond		<b>2,545.40</b>	<b>2,545.40</b>
7.25% IRFC Tax Free Bond			
<b>(e) In Mutual Funds (Fair Market Value through other Comprehensive income)</b>			
Canara Robeco Ultra Short Term Fund- Regular Growth ( 31st March 2023: 897.7130 nos , 31st March, 2022: 554.7790		2,943.42	1,737.25
Nippon India-US Equity Opportunities Fund-Direct Plan G (31st March,2023 : 81,161.781 nos , 31st March,2022:		1,986.79	2,121.52
ICICI Prudential Nasdaq100 Index Fund Direct Growth ( 31 March 2023: 84018.944 Nos, 31. March 2022: Nil)		790.18	-
		<b>5,720.39</b>	<b>3,858.77</b>
Aggregate Value of Quoted Investment		56,320.21	50,354.34
Aggregate Value of UnQuoted Investment		88,236.81	84,163.87
Total Value of Non-Current Investment		<b>1,44,557.02</b>	<b>1,34,518.21</b>
<b>Note:-</b>			
1. Cost of Trade Unquoted Investment has been considered at appropriate estimate of Fair Value available on the basis of last audited financial statement for FY 2022-23			
2. The Fair Market Value of Shelter Properties Private Limited is "Nil". Therefore the Value of Investment has been considered "Nil".			



For KIRTI INDUSTRIAL COMPANY LTD.  
*K. D. R.*  
 Director

For KIRTI INDUSTRIAL COMPANY LTD.  
*K. D. R.*  
 Director

Current Investments			
a) In Equity Shares			
(i) Other than Trade - Quoted ( Fair Market Value through other Comprehensive income)			
Larsen & Turbo Ltd. (31st March, 2023: 225nos, 31st March, 2022: 225 nos)	487.07	397.68	
Jindal Steel & Power Ltd. (31st March, 2023: 330 nos, 31st March, 2022: 330 nos)	180.23	175.97	
Mahindra & Mahindra Financial Services Ltd. (31st March, 2023: 160 nos, 31st March, 2022: 160 nos)	37.06	25.46	
Sun Pharmaceuticals Ltd (31st March, 2023: 100 nos, 31st March, 2022: 100 nos)	98.31	91.48	
Torrent Pharmaceuticals Ltd (31st March, 2023: 300 nos, 31st March, 2022: 100 nos)	153.74	139.82	
Bhagiradha Chemicals & Industries Ltd (31st March, 2023: 100 nos, 31st March, 2022: 100 nos)	119.67	88.96	
Yes Bank Ltd (31st March, 2023: 1000 nos, 31st March, 2022: 1,000 nos)	15.05	12.29	
Riga Sugar Company Limited (31st March, 2023: 6,888 nos, 31st March, 2022: 6,888 nos)	34.03	63.78	
Skipper Limited (31st March, 2023: 1,350 Nos, 31st March, 2022: ,1350 nos)	130.05	73.58	
Reliance Industries Ltd (31st March, 2023: 200 nos, 31st March, 2022: 200 nos)	466.21	526.79	
Inox Wind Ltd (31st March, 2023: 1000 nos, 31st March, 2022: 1000 nos)	93.40	110.65	
Gujarat Fluorochem Ltd (31st March, 2023: 20 nos, 31st March, 2022: 20 nos)	60.31	54.97	
International Conveyors Ltd(31st March, 2023: 73840 nos, 31st March, 2022: 73840nos )	3,542.84	6,132.41	
Asain Paints Ltd (31st March 2023:50 nos, 31-03-2022: Nil)	138.08	-	
Duncans Industries ltd (31st March 2023: 3074 nos, 31-03-2022: Nil)	27.97	-	
Larsen And Turbo Technology Ltd (31st March 2023: 90 nos, 31-03-2022: Nil)	194.83	-	
Maharashtra seamless Ltd (31st March 2023:100 nos, 31-03-2022Nil (Bonus)	-	-	
Shyam Metalics And Energy Ltd (31st March 2023: 400 nos, 31-03-2022: Nil)	105.46	-	
Aggregate Value of Quoted Investment	5,884.30	7,893.84	
	5,884.30	7,893.84	
	(Amount in Rs In '000.)		
<b>4. OTHER FINANCIAL ASSETS (Unsecured, considered good unless stated otherwise)</b>	<b>As at 31st March 2023</b>	<b>As at 31st March 2022</b>	
<b>A. Non Current</b>			
Interest Accrued on :			
Security Deposits	15.21	0.21	
<b>Total</b>	<b>15.21</b>	<b>0.21</b>	
<b>B. Current</b>			
Interest Accrued on :			
Bonds	57.26	57.26	
	57.26	57.26	



For KIRTI INDUSTRIAL COMPANY LTD.

*K. D. Banerjee*  
Director

For KIRTI INDUSTRIAL COMPANY LTD.

*K. D. Banerjee*  
Director

## 2: PROPERTY, PLANT &amp; EQUIPMENT &amp; INVESTMENT PROPERTY

Particulars	Investment Property				Tangible Assets			(Amount in Rs in '000.)
	Land & Development	Buildings	Total (A)	Vehicles	Furniture & Fixtures	Computer	Others	
<b>Gross Block (At Cost):</b>								
As at 31st March 2021	205.21	2,700.13	2,905.35	1,187.54	1,432.02	838.94	1,234.52	4,693.01
Additions	-	-	-	-	-	-	88.86	88.86
<b>Disposals</b>								
As at 31st March 2022	205.21	2,700.13	2,905.35	1,187.54	1,432.02	838.94	1,323.38	4,781.87
Additions	-	-	-	-	-	-	120.53	120.53
<b>Disposals</b>								
As at 31st March 2023	205.21	2,700.13	2,905.35	1,187.54	1,432.02	838.94	819.31	5,527.01
<b>Accumulated Depreciation/Amortisation:</b>								
As at 31st March 2021	-	1,291.54	1,291.54	708.77	1,223.71	796.43	805.69	3,534.61
Additions	-	77.90	77.90	39.47	5.61	0.48	86.52	132.09
<b>Disposals</b>								
As at 31st March 2022	-	1,369.44	1,369.44	748.25	1,229.32	796.92	892.22	3,666.70
Additions	-	72.73	72.73	27.10	3.22	0.07	74.01	104.40
<b>Disposals</b>								
As at 31st March 2023	-	1,442.18	1,442.18	775.35	1,232.53	796.99	414.56	551.66
<b>Net Block</b>								551.66
As at 31st March 2022	205.21	1,330.69	1,535.90	439.29	202.70	42.02	431.16	3,219.44
As at 31st March 2023	205.21	1,257.96	1,463.17	412.19	199.48	41.95	404.74	4,661.61
Note:- FMV Value of Building and Land 31st March 2023 & 31st March 2022 is Rs. 316.391ac								



For KIRTI INDUSTRIAL COMPANY LTD.  
*Praveen* /  
 Director

For KIRTI INDUSTRIAL COMPANY LTD.  
*K. R. B.* /  
 Director

## KIRTI INDUSTRIAL COMPANY LIMITED

CIN:L70101WB1983PLC035984

## NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31ST MARCH,2023

(Amount in Rs In '000.)

	Balance Sheet As at 31st March 2023	Balance Sheet As at 31st March 2022
<b>5- Deferred Tax Assets &amp; Liabilities (Net)</b>		
<b>Deferred Tax Liabilities</b>		
Unrealised gain on FVTOCI equity securities -Non Current	33,405.13	31,263.11
Unrealised gain on FVTOCI equity securities - Current	-	555.71
On Property, Plant & Equipment	29.48	1.39
Fair valuation of financial liabilities	-	-
<b>Gross Deferred tax liabilities</b>	<b>33,434.61</b>	<b>31,820.21</b>
<b>Deferred Tax Assets</b>		
Unrealised loss on FVTOCI equity securities - Current	132.63	-
On Carry forward losses and unabsorbed depreciation	-	-
Fair valuation of financial liabilities	-	-
<b>Gross Deferred tax Assets</b>	<b>132.63</b>	<b>-</b>
<b>Net Deferred Tax Assets/(Liabilities)</b>	<b>(33,301.98)</b>	<b>(31,820.21)</b>
<b>Reconciliation of Deferred Tax Liabilities (Net)</b>	<b>2022-23</b>	<b>2021-22</b>
<b>Opening Balance</b>	<b>(31,820.22)</b>	<b>(26,410.72)</b>
Tax Income/(expense) during the period recognised in the Statement of Profit and Loss	(28.09)	(11.45)
Tax Income/(expense) during the period recognised in OCI	(1,453.68)	(5,398.05)
<b>Closing Balance</b>	<b>(33,301.98)</b>	<b>(31,820.22)</b>



For KIRTI INDUSTRIAL COMPANY LTD.

*Arjunanath* —  
Director

For KIRTI INDUSTRIAL COMPANY LTD.

*K. P. D.*  
Director

## KIRTI INDUSTRIAL COMPANY LIMITED

CIN:L70101WB1983PLC035984

## NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31ST MARCH, 2023

(Amount in Rs In '000.)

6. OTHER CURRENT ASSETS (Unsecured, considered good unless stated otherwise)	As at 31st March 2023	As at 31st March 2022
<b>B. Current</b>		
Balances with statutory / Government authorities	1,292.96	1,295.25
Other Receivables	177.18	162.84
	<b>1,470.14</b>	<b>1,458.09</b>
<b>Total</b>	<b>1,470.14</b>	<b>1,458.09</b>
(Amount in Rs In '000.)		
7. INVENTORIES (valued at lower of cost and net realizable value)	As at 31st March 2023	As at 31st March 2022
Stock-in-trade	1,611.54	1,632.55
<b>Total</b>	<b>1,611.54</b>	<b>1,632.55</b>
(Amount in Rs In '000.)		
8. CASH & CASH EQUIVALENTS	As at 31st March 2023	As at 31st March 2022
<b>Balances with banks:</b>		
-On Current accounts	137.84	149.40
Cash on hand	203.12	2.22
<b>Total</b>	<b>340.95</b>	<b>151.62</b>



For KIRTI INDUSTRIAL COMPANY LTD.

*Admanah* -  
Director

For KIRTI INDUSTRIAL COMPANY LTD.

*K. P. D.*  
Director

## KIRTI INDUSTRIAL COMPANY LIMITED

CIN:L70101WB1983PLC035984

## NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31ST MARCH, 2023

(Amount in Rs In '000.)

9. Share capital	As at 31st March 2023	As at 31st March 2022
Authorized shares 2,50,000 (31st March, 2023: 2,50,000 equity shares of Rs. 10 each)	2,500.00	2,500.00
Issued, subscribed and fully paid-up shares 2,48,000 (31st March, 2023: 2,48,000 equity shares of Rs. 10 each)	2,480.00	2,480.00
	2,480.00	2,480.00

## (a) Reconciliation of the Shares outstanding at the beginning and at the end of the reporting period

	As at 31st March 2023		As at 31st March 2022	
	Nos.	Amt in Rs in '000.	Nos.	Amt in Rs in '000.
Balance as at the beginning of the year	2,48,000	2,480.00	2,48,000	2,480.00
Add: Issued during the year	-	-	-	-
Balance as at the end of the year	2,48,000	2,480.00	2,48,000	2,480.00

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

The company has only one class of equity shares having a par value of Rs.10 per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company after distribution of all preferential amount. The distribution will be in proportion to the number of equity shares held by the shareholders.

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

	As at 31st March 2023		As at 31st March 2022	
	No. of Shares	% holding	No. of Shares	% holding
Minakshi Jalan	54,200	21.85%	54,200	21.85%
Mr. Sudarshan Kumar Jalan	64,800	26.13%	64,800	26.13%
Padmanabh Jalan	12,500	5.04%	12,500	5.04%

As per records of the Company, including its register of shareholders/ members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and

## (d) Share holding of Promoters

Shares held by promoters at end of the year	As at 31st March 2023		As at 31st March 2022		% Change during the year
	No. of Shares	% holding	No. of Shares	% holding	
Promoters Name					
Minakshi Jalan	54,200	21.85%	54,200	21.85%	-
Mr. Sudarshan Kumar Jalan	64,800	26.13%	64,800	26.13%	-
Padmanabh Jalan	12,500	5.04%	12,500	5.04%	-

## (d) Share holding of Promoters

Shares held by promoters at end of the year	As at 31st March 2022		As at 31st March 2021		% Change during the year
	No. of Shares	% holding	No. of Shares	% holding	
Promoters Name					
Minakshi Jalan	54,200	21.85%	54,200	21.85%	-
Mr. Sudarshan Kumar Jalan	64,800	26.13%	64,800	26.13%	-
Padmanabh Jalan	12,500	5.04%	12,500	5.04%	-



For KIRTI INDUSTRIAL COMPANY LTD.

*Adarsh* —  
Director

For KIRTI INDUSTRIAL COMPANY LTD.

*K. P. B.* —  
Director

Director

**KIRTI INDUSTRIAL COMPANY LIMITED**

CIN:L70101WB1983PLC035984

**NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31ST MARCH,2023**

(Amount in Rs In '000.)

10. OTHER EQUITY	As at 31st March 2023	As at 31st March 2022
Reserve & Surplus		
(A) Retained Earnings	23,137.29	20,395.38
Other Reserve		
(B) FVOCI Equity Investments	94,698.83	90,561.27
<b>Total (A+B)</b>	<b>1,17,836.12</b>	<b>1,10,956.65</b>
<b>Total Other Equity</b>	<b>1,17,836.12</b>	<b>1,10,956.65</b>



For KIRTI INDUSTRIAL COMPANY LTD.  
K. Adenanah, —  
Director

For KIRTI INDUSTRIAL COMPANY LTD.  
K. P. B. —  
Director

## KIRTI INDUSTRIAL COMPANY LIMITED

CIN:L70101WB1983PLC035984

## NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31ST MARCH,2023

(Amount in Rs In '000.)

11. OTHER FINANCIAL LIABILITIES	As at 31st March 2023	As at 31st March 2022
<b>A. Non Current</b>		
Security Deposit	1,200.00	1,200.00
<b>Total</b>	<b>1,200.00</b>	<b>1,200.00</b>
<b>12. TRADE PAYABLES</b>	<b>As at 31st March 2023</b>	<b>As at 31st March 2022</b>
<b>Current</b>		
Total outstanding dues of micro enterprises and small enterprises		-
Total outstanding dues of creditor other than micro enterprises and small enterprises	331.22	256.38
<b>Total</b>	<b>331.22</b>	<b>256.38</b>

Ageing for trade payables outstanding as at March 31, 2023 is as follows:

Particulars	Outstanding for the following periods from due date of payment				Total
	Less than 1 year	1-2 year	2-3 year	More than 3 years	
MSME	-	-	-	-	-
Others	74.84	-	-	256.38	331.22
Disputed due-MSME	-	-	-	-	-
Disputed dues -Others	-	-	-	-	-
<b>Total</b>	<b>74.84</b>	<b>-</b>	<b>-</b>	<b>256.38</b>	<b>331.22</b>

Ageing for trade payables outstanding as at March 31, 2022 is as follows:

Particulars	Outstanding for the following periods from due date of payment				Total
	Less than 1 year	1-2 year	2-3 year	More than 3 years	
MSME	-	-	-	-	-
Others	-	-	-	256.38	256.38
Disputed due-MSME	-	-	-	-	-
Disputed dues -Others	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>256.38</b>	<b>256.38</b>

13. PROVISIONS	As at 31st March 2023	As at 31st March 2022
<b>Current</b>		
For Income Tax	1,187.67	1,508.52
<b>Total</b>	<b>1,187.67</b>	<b>1,508.52</b>

14. OTHER CURRENT LIABILITIES	As at 31st March 2023	As at 31st March 2022
Statutory Liabilities		
Other payable	25.70	39.46
<b>Total</b>	<b>95.27</b>	<b>101.62</b>



For KIRTI INDUSTRIAL COMPANY LTD.

P. Padmanabhan

For KIRTI INDUSTRIAL COMPANY LTD.

K. P. D.

## KIRTI INDUSTRIAL COMPANY LIMITED

CIN:L70101WB1983PLC035984

## NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31ST MARCH,2023

(Amount in Rs In '000.)

	For the Year ended March 31, 2023	For the Year ended March 31, 2022
<b>15. REVENUE FROM OPERATIONS</b>		
Sale of Shares	100.76	-
<b>Total</b>	<b>100.76</b>	-
<b>16. OTHER INCOME</b>		
Interest income on Bonds	174.36	174.39
Interest on Income Tax Refund	-	5.05
Dividend income	1,046.58	1,561.83
Profit on Sale of Mutual Fund Units (Short Term)	0.21	197.40
Rent	3,021.68	2,848.84
Service & Maintainance Charges	1,339.23	1,279.67
<b>Total</b>	<b>5,582.06</b>	<b>6,067.18</b>



For KIRTI INDUSTRIAL COMPANY LTD.

*Padmanabha* —  
Director

For KIRTI INDUSTRIAL COMPANY LTD.

*K. P. B.*  
Director

## KIRTI INDUSTRIAL COMPANY LIMITED

CIN:L70101WB1983PLC035984

## NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31ST MARCH,2023

(Amount in Rs In '000.)

17. CHANGE IN INVENTORIES OF STOCK-IN-TRADE	For the Year ended March 31,2023	For the Year ended March 31, 2022
Inventories at the end of the year:		
Stock-in-trade	1,611.54	1,632.55
(A)	1,611.54	1,632.55
Inventories at the beginning of the year:		
-Stock-in-trade	1,632.55	1,290.41
-Add: Investment converted into Stock-in-trade		
(B)	1,632.55	1,290.41
(B-A)	21.01	(342.14)
<hr/>		
18. EMPLOYEE BENEFITS EXPENSE	For the Year ended March 31,2023	For the Year ended March 31, 2022
Salaries, wages and bonus	396.00	366.00
Total	396.00	366.00



For KIRTI INDUSTRIAL COMPANY LTD.

A handwritten signature in blue ink that appears to read "K. D. B." followed by a short horizontal line.

Director

For KIRTI INDUSTRIAL COMPANY LTD.

A handwritten signature in blue ink that appears to read "K. D. B." followed by a short horizontal line.

Director

## KIRTI INDUSTRIAL COMPANY LIMITED

CIN:L70101WB1983PLC035984

## NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31ST MARCH, 2023

(Amount in Rs in '000.)

19. DEPRECIATION & AMORTIZATION EXPENSE	For the Year ended March 31, 2023	For the Year ended March 31, 2022
Depreciation of tangible assets	177.13	209.99
<b>Total</b>	<b>177.13</b>	<b>209.99</b>

20. OTHER EXPENSES	For the Year ended March 31, 2023	For the Year ended March 31, 2022
Advertisement & Subscription	1.00	2.90
Bank charges	2.51	2.29
Electricity Charges	165.86	136.87
Repairs and Maintenance :		
-Others	283.45	251.84
Office Maintenance Charges	151.99	116.13
Listing Fee	40.00	25.00
Rates and Taxes	61.91	60.30
Demat Charges	-	1.22
Professional charges	170.60	11.50
Auditors Remuneration (Refer note below )	53.10	58.10
Motor Car Expenses	385.88	250.72
Travelling Expenses	215.41	121.01
Miscellaneous Expenses	111.90	32.33
<b>Total</b>	<b>1,643.61</b>	<b>1,070.22</b>

20.1 PAYMENT TO AUDITORS	For the Year ended March 31, 2023	For the Year ended March 31, 2022
For Statutory Audit (including quarterly audit)	53.10	30.00
For Other matter	-	28.10
<b>Total</b>	<b>53.10</b>	<b>58.10</b>



For KIRTI INDUSTRIAL COMPANY LTD.

*Padmanabha* -  
Director

For KIRTI INDUSTRIAL COMPANY LTD.

*K. P. B.*  
Director

Director

**KIRTI INDUSTRIAL COMPANY LIMITED**

CIN:L70101WB1983PLC035984

**NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31ST MARCH, 2023**

**21: OTHER NOTES**

i. As per the Information provided to us, there is no Contingent Liability

ii. Related Party Disclosure

(a) Name of the related party:

Party  
 I. Key Managerial Personnel(KMP)  
 Mr. Alok Gupta  
 Mr. Krishna Prasad Bagaria  
 Mr. Rashmi Chitangia  
 Mr. Padmanabh Jalan  
 Mr. Bishwa Nath Agarwal  
 Mr. Sourindra Nath Mukherjee

Relationship

Director  
 Director  
 CEO and Additional Director  
 Director  
 Chief Financial Officer  
 Company Secretary

II. Enterprises over which Key Managerial Personnel/ Share Holders/ Relatives have significantly influence

M/s Bhatkawa Tea Industries Limited	Significant Influence by KMP or their relatives
M/s Paharghoomiah Tea Industries (P) Ltd	Significant Influence by KMP or their relatives
M/s Lake View Dealers Pvt. Ltd.	Significant Influence by KMP or their relatives
M/s The Sabrina Exporters & Importers P. Ltd	Significant Influence by KMP or their relatives
M/s Uphaar Financial Services Private Limited	Significant Influence by KMP or their relatives
M/s Bhakti Exim Private Limited	Significant Influence by KMP or their relatives

(b) Transaction during the period

(Amount in Rs In '000.)

Nature of Transaction	Key Managerial Personnel and Relative of KMP		Enterprises owned or significantly influenced by key managerial personnel	
	2022-23	2021-22	2022-23	2021-22
<u>Salary Paid</u> Mr. Sourindra Nath Mukherjee	30.00	Nil	Nil	Nil
<u>Rent Received</u> Bhatkawa Tea Industries Limited Paharghoomiah Tea Industries (P) Ltd	Nil Nil	Nil Nil	960.00 1,080.00	960.00 960.00
<u>Service Charge Received</u> Bhatkawa Tea Industries Limited Paharghoomiah Tea Industries (P) Ltd	Nil Nil	Nil Nil	480.00 51.58	480.00 51.58
<u>Municipal Tax Received (Reimbursement of expense)</u> Paharghoomiah Tea Industries (P) Ltd	Nil	Nil	37.16	37.16
<u>Electricity Expense Reimbursed</u> Bhatkawa Tea Industries Limited Paharghoomiah Tea Industries (P) Ltd	Nil Nil	Nil Nil	82.93 82.93	68.44 68.44

iii. Closing balance as on 31st March, 2023

(Amount in Rs In '000.)

Nature of Transaction	Key Managerial Personnel and Relative		Enterprises owned or significantly	
	2022-23	2021-22	2022-23	2021-22
Bhatkawa Tea Industries Limited Paharghoomiah Tea Industries (P) Ltd	Nil Nil	Nil Nil	140.84 8.04	134.41 0.81



For KIRTI INDUSTRIAL COMPANY LTD.

*Padmanabh Jalan*  
Director

For KIRTI INDUSTRIAL COMPANY LTD.

*K. D. B.*  
Director

**KIRTI INDUSTRIAL COMPANY LIMITED**

CIN:L70101WB1983PLC035984

**NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31ST MARCH, 2023**

'21: OTHER NOTES (contd.)

iv Financial Instrument-Classification & Fair Value

Accounting classification and fair value

March 31, 2023	Carrying amount				Fair value				(Amount in Rs in '000.)
	Amortised Cost	FVTPL	FVTOCI	Total	Quoted prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)	Total	
<b>Non-Current Financial Assets</b>									
Investments									
- Quoted Equity Instruments									
- UnQuoted Equity Instruments									
Current Financial Assets									
Investments									
- Quoted Equity Instruments									
Cash & Cash Equivalent									
Other Financial Asset									
<b>Total financial Assets</b>	<b>860.72</b>	-	<b>1,49,978.82</b>	<b>1,50,839.54</b>	<b>62,204.51</b>	-	<b>88,236.81</b>	<b>1,50,441.32</b>	
<b>Non-Current Financial Liabilities</b>									
Borrowings									
Other Financial Liabilities									
Current Financial Liabilities									
Borrowings									
Trade Payable									
Other Financial Liabilities									
<b>Total financial liabilities</b>	<b>1,652.19</b>	-	-	<b>1,652.19</b>	-	-	<b>1,200.00</b>	<b>1,200.00</b>	

March 31, 2022	Carrying amount				Fair value				Total
	Amortised Cost	FVTPL	FVTOCI	Total	Quoted prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)	Total	
<b>Non-Current Financial Assets</b>									
Investments									
- Quoted Equity Instruments									
- UnQuoted Equity Instruments									
Current Financial Assets									
Investments									
- Quoted Equity Instruments									
Cash & Cash Equivalent									
Other Financial Asset									
<b>Total financial Assets</b>	<b>671.38</b>	-	<b>1,41,949.54</b>	<b>1,42,620.92</b>	<b>58,248.18</b>	-	<b>84,163.87</b>	<b>1,42,412.04</b>	
<b>Non-Current Financial Liabilities</b>									
Borrowings									
Other Financial Liabilities									
Current Financial Liabilities									
Borrowings									
Trade Payable									
Other Financial Liabilities									
<b>Total financial liabilities</b>	<b>1,597.47</b>	-	-	<b>1,597.47</b>	-	-	<b>1,200.00</b>	<b>1,200.00</b>	



For KIRTI INDUSTRIAL COMPANY LTD.

*K. Adunah* —  
Director

For KIRTI INDUSTRIAL COMPANY LTD.

*K. P. D.*

**KIRTI INDUSTRIAL COMPANY LIMITED**

CIN:L70101WB1983PLC035984

**NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31ST MARCH,2023**

**21: OTHER NOTES (contd.)**

**v Earning Per Share**

**The Computation of Basic/Diluted earning**

Particulars	(Amount in Rs In '000.)	
	31st March 2023	31st March 2022
Net Profit/(Loss) attributable to Equity Shareholders	2,741.90	3,735.78
Weighted Average No. of Equity Shares	2,48,000	2,48,000
Nominal Value of Equity Shares	10	10
Basic / Diluted Earning Per Share	11.06	15.06

- vi The Company is a Public limited company. Its Equity shares are listed on "The Calcutta Stock Exchange Limited" in India. However the company status in CSE is
- vii The Company is in process of appointment of Company Secretary. As per information provided to us the company is taking adequate step i.e. Newspaper
- viii There is no amount outstanding & payable to Investor Education & Protection Fund as on 31.03.2023

**NOTE Other Regulatory Requirement**

- (i) There is no Immovable Property which is not held in the name of the Company.
- (ii) The Company has given no loans and advances to Directors, related parties, KMP or promoters.
- (iii) The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.
- (iv) The Company does not have any transactions with companies struck off.
- (v) 2017.
- (vi) The Company has not advanced or given loan or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that
- (vii) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or
- (viii) The Company does not have any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax
- (ix) The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.
- (x) The Company has not been declared as wilful defaulter by any bank or financial institution or other lender.
- (xi) There are no charges or satisfaction yet to be registered with ROC beyond the statutory period.

As per our report of even date annexed

For S.Jaykishan

Chartered Accountants

FRN: 309005E

Y. Gupta

(Partner)

Membership. No. :060539



Place: Kolkata

Date: 31/7/2023

UDIN:- 23060539B9YM0P8490

For and on behalf of the Board of Directors  
Kirti Industrial Company Limited

*Padmanab Jalan*  
PADMANAB JALAN

DIRECTOR

DIN: 01651268

*K.P.Bagaria*  
K.P.BAGARIA

DIRECTOR

DIN: 00938163

*Sourindra Nath Mukherjee*  
SOURINDRA NATH MUKHERJEE

COMPANY SECRETARY

PAN: AEPM9008P

*Bishwa Nath Agarwal*  
BISHWA NATH AGARWAL

CHIEF FINANCIAL OFFICER

## KIRTI INDUSTRIAL COMPANY LIMITED

CIN:L70101WB1983PLC035984

NOTES TO FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31ST MARCH, 2023

## NOTE 23- RATIOS AS PER SCHEDULE (III) REQUIREMENTS

## 1. Current Ratio = Current Assets divided by Current Liabilities

Particulars	(Amount in Rs in '000.)	
	As at 31st March 2023	As at 31st March 2022
Current Assets	9,364.20	11,193.36
Current Liabilities	1,639.86	1,905.99
Ratio (Times)	5.71	5.87
% Change from Previous year	-3%	70%

Reason: The Change In Current Year as compared to 21-22 is due to decrease in current asset.

## 2. Debt Equity ratio = Total debt divided by Total equity where total debt refers to sum of Current &amp; Non Current borrowings

Particulars	As at 31st March 2023	As at 31st March 2022
Total Debt	-	-
Total Equity	1,20,316.12	1,13,436.65
Ratio (Times)	NA	NA
% Change from Previous year	NA	NA

## 3. Debt Service Coverage Ratio (DSCR) = Earnings available for debt services divided by Total interest and principal repayments

Particulars	As at 31st March 2023	As at 31st March 2022
Profit for the year	2,741.90	3,735.78
Add: Non cash operating expenses and finance cost	-	-
Depreciation and amortisation expense	177.13	209.99
Finance costs	-	-
Earnings available for debt services	2,919.04	3,945.77
Interest cost on borrowings	-	-
Principal repayments	-	-
Total Interest and principal repayments	NIL	NIL
Ratio (Times)	NA	NA
% Change from Previous year	NA	NA

## 4. Return on Equity Ratio / Return on Investment Ratio = Net profit/loss after tax divided by Equity

Particulars	As at 31st March 2023	As at 31st March 2022
Profit for the year	2,741.90	3,735.78
Total Equity	1,20,316.12	1,13,436.65
Ratio (Times)	0.02	0.03
% Change from Previous year	-31%	95%

## Reason: The Change In Current Year as compared to 21-22 is due to decrease in Profit for the year.

5. Inventory Turnover Ratio = Cost of Material Consumed plus Changes in Inventory divided by Average Inventory

Particulars	As at 31st March 2023	As at 31st March 2022
Cost of materials consumed plus changes in inventory	21.01	(342.14)
Average Inventory	1,622.05	1,461.48
Inventory Turnover Ratio	0.01	(0.2)
% Change from Previous year	-106%	NA

Reason: The Change In Current Year as compared to 21-22 is increase in changes in inventory.

## 6. Trade Receivables Turnover ratio = Revenue from Operations divided by Average Trade Receivables

Particulars	As at 31st March 2023	As at 31st March 2022
Revenue from Operations	100.76	NIL
Average Trade Receivables	NIL	NIL
Trade Receivables Turnover ratio	NA	NA
Ratio (Days)	NA	NA
% Change from Previous year	NA	NA



For KIRTI INDUSTRIAL COMPANY LTD.

Director

For KIRTI INDUSTRIAL COMPANY LTD.

Director

7. Trade payables turnover ratio = Revenue from Operations divided by Average trade payables			
Particulars	As at 31st March 2023	As at 31st March 2022	
Cost of Material	NA	NA	
Average Trade Payables	293.80	256.38	
Trade Payables Ratio	NA	NA	
% Change from Previous year	NA	NA	
NA	NA	NA	
8. Net capital Turnover Ratio = Revenue from Operations divided by Net Working capital			
Particulars	As at 31st March 2023	As at 31st March 2022	
Revenue from operations	100.76	NIL	
Net Working Capital	7,724.34	9,287.38	
Ratio (Times)	0.01	NA	
% Change from Previous year	1%	NA	
9. Net profit ratio = Net Profit/(Loss) after tax divided by Revenue from operations			
Particulars	As at 31st March 2023	As at 31st March 2022	
Profit for the year	2,741.90	3,735.78	
Revenue from operations	100.76	-	
Ratio (Times)	27	-	
% Change from Previous year	28%	NA	
Reason: The Change in Current Year as compared to 21-22 is due to decrease in Profit for the year and Increase in revenue from operation			
10. Return on Capital employed (ROCE) = EBIT divided by Capital Employed			
Particulars	As at 31st March 2023	As at 31st March 2022	
Profit/(Loss) Before Tax (A)	3,445.07	4,763.12	
Finance Costs (B)	-	-	
EBIT (E) = (A)+(B)	3,445.07	4,763.12	
Tangible Net Worth (D)	1,20,316.12	1,13,436.65	
Total Debt (F)	-	-	
Deferred Tax Asset (G)	(33,301.98)	(31,820.21)	
Capital Employed (I)=(D)+(F)+(G)	87,014.14	81,616.44	
Ratio (E)/(I) (%)	4%	6%	
% Change from Previous year	-32%	102%	
Reason : The Change in current Year as compared to 21-22 is due to decrease in profit before tax			
11. Return on Investment (ROI) = Profit after tax divided by Investments			
Particulars	As at 31st March 2023	As at 31st March 2022	
Net Profit	2,741.90	3,735.78	
Investment	1,20,316.12	1,13,436.65	
Ratio (Times)	0.02	0.03	
% Change from Previous year	-31%	95%	
Reason: The Change In Current Year as compared to 21-22 is due to decrease in Profit for the year.			
NOTE: 24			
Previous year's figures have been reclassified, wherever necessary, to conform to the current year's classification.			
As per our report of even date attached			
For S.Jaykishan	For KIRTI INDUSTRIAL COMPANY LTD.		
Chartered Accountants	For and on behalf of the Board of Directors Kirti Industrial Company Limited		
FRN: 309005E	Padmanabha Jalan		
	Padmanabha Jalan DIRECTOR DIN: 01651268		
(Y. Gupta)	K.P. Bagaria DIRECTOR DIN: 00938163		
Partner	K.P. Bagaria DIRECTOR DIN: 00938163		
M No: 060539	Sourindra Nath Mukherjee COMPANY SECRETARY PAN: AEFPM9008R		
Date : 31/7/2023	Bishwa Nath Agarwal CHIEF FINANCIAL OFFICER		
Place-Kolkata	Bishwa Nath Agarwal CHIEF FINANCIAL OFFICER		
UDIN: 23060539 BSYMQ P8490	Bishwa Nath Agarwal CHIEF FINANCIAL OFFICER		