

Yuvraaj Hygiene Products Ltd.

ANNUAL REPORT 2019 - 2020



BOARD OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

Mr. Rajeev Kharbanda	- Chairman & Independent Director
Mr. Vishal Kampani	- Managing Director
Mrs. Benu Kampani	- Whole Time Director
Mr. Ankur Kampani	- Non-Independent/Non-Executive Director
Mr. Praful Hande	- Independent Director

KEY MANAGERIAL PERSONNEL

Mr. Ravindra Sharma	- Chief Financial Officer (CFO)
Mr. Mustafa Badami	- Company Secretary & Compliance Officer

STATUTORY AUDITORS

M/s. N. S. Gokhale & Company
Chartered Accountants, Thane

SECRETARIAL AUDITORS

M/s. Manish Ghia & Associates
Company Secretaries, Mumbai

INTERNAL AUDITORS

M/s. Vikram Shah and Co.,
Chartered Accountants, Mumbai

BANKERS

HDFC Bank Limited
Tamilnad Mercantile Bank Limited

REGISTERED OFFICE

Plot No.A-650, 1st Floor, TTC Industrial Estate,
MIDC, Pawane Village, Mahape,
Navi Mumbai - 400 705
Tel: 022-27784491
Email: yhpl@hic.in
Website: www.hic.in

REGISTRAR & SHARE TRANSFER AGENTS

CIL Securities Limited
214, Raghava Ratna Towers,
Chirag Ali Lane, Abids,
Hyderabad – 500 001
Tel: 040 - 23202465 / 23203155
Fax: 040 - 23203028 / 66661267
Email: rta@cilsecurities.com



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Yuvraaj Hygiene Products Limited

CIN: L74999MH1995PLC220253

Registered Office : Plot No. A-650, 1st Floor, TTC Industrial Estate, MIDC, Pawane Village, Mahape, Navi Mumbai - 400 705Tel: 022-27784491, Email: yhpl@hic.in, Website: www.hic.in
NOTICE

Notice is hereby given that the **25th (Twenty Fifth) Annual General Meeting ("AGM")** of the members of Yuvraaj Hygiene Products Limited will be held on Tuesday, 29th day of December, 2020 at 12.00 Noon through Video Conferencing ("VC") / Other Audio Visual Means ("OAVM") to transact the following businesses:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended 31st March, 2020 together with the Report of the Board of Directors and Auditor's thereon.
2. To appoint a Director in place of Mr. Ankur Kampani, (DIN: 06370995) Director of the Company, who retires by rotation and being eligible, offers himself for re-appointment.

SPECIAL BUSINESS:

3. **Issue of Equity Shares on preferential basis on conversion of loan.**

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

"RESOLVED THAT pursuant to provisions of Section 62(1)(c) read with Sections 23 and 42 and all other applicable provisions, if any, of the Companies Act, 2013 and Rule 14 of Companies (Prospectus and Allotment of Securities) Rules, 2014 (including any statutory modification(s) or re-enactments thereof for the time being in force), Memorandum and Articles of Association of the Company, the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") and in accordance with the provisions of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 as amended (the "SEBI (ICDR) Regulations, 2018") and other applicable regulations of Securities and Exchange Board of India ("SEBI"), if any (for the time being in force) as may be applicable to the preferential issue of equity shares, the applicable rules, notifications, guidelines issued by various authorities including but not limited to the Government of India, SEBI, Reserve Bank of India ("RBI") and other competent authorities, and subject to the approval(s), consent(s), permission(s) and/or sanction(s) as may be required from the Central Government, RBI, SEBI and/or from any other appropriate authority, consent of the members of the Company be and is hereby accorded to the Board of Directors of the Company (hereinafter referred to as "the Board") which term shall be deemed to include any committee which the Board has constituted or may constitute to exercise its powers, including the powers conferred by this resolution to offer, issue, and allot in one or more tranches up to 1,65,00,000 (One Crore Sixty Five Lakhs) Equity Shares of the face value of Re. 1/- (Rupee One only) each fully paid up at par aggregating to Rs. 1,65,00,000/- (Rupees One Crore Sixty Five Lakhs only) to Mr. Vishal Kampani and Mrs. Benu Kampani, being the promoters, on a preferential basis, in such manner and on such terms and conditions as may be determined by the Board in accordance with Chapter V of the SEBI (ICDR) Regulations, 2018 or any other provisions of law as may be prevailing as on date.

RESOLVED FURTHER THAT the Equity Shares proposed to be allotted in terms of this resolution shall be subject to the following:

- The Equity Shares to be allotted to the Proposed Allottee shall be under lock-in for such period as may be prescribed by the SEBI (ICDR) Regulations, 2018;
- The Equity Shares so allotted to the Proposed Allottee under this resolution shall not be sold, transferred, hypothecated or encumbered in any manner during the period of lock-in provided under SEBI (ICDR) Regulations, 2018 except to the extent and in the manner permitted thereunder;
- Allotment shall only be made in dematerialized form;
- The **'Relevant Date'** as per the provisions of SEBI (ICDR) Regulations, 2018, for the purpose of determining the minimum price of the Equity Shares proposed to be allotted to the above mentioned allottee should be 27th November, 2020. However, since the shares of the Company are infrequently traded, the valuation of the shares is arrived based on the Valuation Report obtained from the Independent registered valuer as on **30th September, 2020**;
- The allotment of Equity Shares is proposed to be completed within a maximum period of 15 days from the date of passing this resolution, provided that where the allotment is pending on account of pendency of any approval by any regulatory authority, or the Central Government then, the allotment shall be completed within 15 days from the date of receipt of such approval;
- The Equity Shares proposed to be issued shall rank *pari-passu* with the existing Equity Shares of the Company in all respects and that the Equity Shares so allotted during the financial year shall be entitled to the dividend declared, if any, including other corporate benefits, if any, for which the book closure or the record date falls subsequent to the allotment of Equity Shares.

RESOLVED FURTHER THAT for the purpose of giving effect to the aforesaid resolutions, the Board be and is hereby authorised on behalf of the Company to take all actions and to do all such acts, deeds, matters and things and perform such actions as it may, in its absolute discretion, deem necessary, proper or desirable for such purpose, including to seek listing, apply for in principle listing approval of the Equity Shares to be issued and allotted to the above mentioned allottee upon conversion of their outstanding loan amounts and to modify, accept and give effect to any modifications in the terms and conditions of the issue(s) as may be they deem fit.

RESOLVED FURTHER THAT the Board be and is hereby authorised to delegate all or any of the powers herein conferred, to any Committee of Directors or any one or more Directors/ Key Managerial Personnel/ Officers of the Company."

Place: Navi Mumbai
Date: 1st December, 2020

By order of the Board of Directors
of Yuvraaj Hygiene Products Limited

Registered Office:
Plot No. A-650, 1st Floor, TTC Industrial Estate,
MIDC, Pawane Village, Mahape,
Navi Mumbai - 400 705

Vishal Kampani
Managing Director
DIN: 03335717

**Notes:**

1. In view of the continuing Covid-19 pandemic, the Ministry of Corporate Affairs ("MCA") has vide its General Circular No. 20/2020 dated May 5, 2020 read with General Circular No. 14/2020 dated April 8, 2020 and General Circular No. 17/2020 dated April 13, 2020 (collectively referred to as "MCA Circulars") and Circular number SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated 12th May, 2020 issued by the Securities and Exchange Board of India ("SEBI") wherein the Companies are permitted to holding the Annual General Meeting ("AGM") through Video Conferencing (VC)/ Other Audio-Visual Means (OAVM), without the physical presence of the Members at a common venue. Accordingly, in compliance with the provisions of the Companies Act, 2013 ("the Act"), SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") and MCA Circulars, the 25th AGM of the Company is being held through VC/OAVM. Hence, members can participate in the AGM through VC/OAVM only.

The detailed procedure for participating in the meeting through VC/OAVM is annexed herewith (Refer Point no. 'B') and the same is also available on the Company's website www.hic.in.

2. The Statement pursuant to Section 102 of the Companies Act, 2013 in respect of special business is annexed hereto and forms part of this notice.
3. Since this AGM is being held pursuant to the MCA Circulars through VC/OAVM, physical attendance of Members has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be available for the AGM and hence the Proxy Form and Attendance Slip are not annexed to this Notice.
4. In compliance with the aforesaid MCA Circulars and SEBI Circular, Notice of the AGM along with the Annual Report 2019-20 is being sent only through electronic mode to those Members whose e-mail addresses are registered with the Company/ Depositories. Members may note that the Notice and Annual Report 2019-20 will also be available on the Company's website www.hic.in, website of the Stock Exchange i.e. BSE Limited at www.bseindia.com and on the website of CDSL <https://www.evotingindia.com>.
5. Corporate Members (i.e. other than individuals/HUF, NRI, etc.) are required to send a duly certified scanned copy (PDF/JPG Format) of its Board or governing body Resolution /Authorization etc., authorizing its representative to attend the AGM through VC/OAVM on its behalf and to vote through remote e-voting, pursuant to Section 113 of the Companies Act, 2013. The said Resolution/Authorization shall be sent to the Scrutinizer by email through its registered email address to scrutinizer@mgconsulting.in with a copy marked to helpdesk.evoting@cdslindia.com.
6. Members seeking any information with regard to any matter to be placed at the AGM, can raise questions during the meeting or are requested to write to the Company atleast 7 (seven) days in advance through email at yhpl@hic.in. However, it is requested to raise the queries precisely and in short at the time of meeting to enable to answer the same. The queries raised by the members will be replied by the Company suitably.
7. Brief resume of Directors proposed to be appointed / re-appointed at the ensuing AGM in terms of Secretarial Standards on General Meetings (SS-2) issued by the Institute of Company Secretaries of India (ICSI) is annexed to the Notice forming part of this Annual Report. The Company is in receipt of relevant disclosures/consents from the Directors pertaining to their appointment/re-appointment.
8. Pursuant to Section 91 of the Act, Register of Members and the Share Transfer Books of the Company will remain closed from Wednesday, 23rd December, 2020 to Tuesday, 29th December, 2020 (both days inclusive).
9. As per Regulation 40 of the Listing Regulations, as amended, securities of listed companies can be transferred only in dematerialized form with effect from, April 1, 2019, except in case of request received for transmission or transposition of securities. In view of this and to eliminate all risks associated with physical shares and for ease of portfolio management, members holding shares in physical form are requested to notify immediately changes, if any, in their address or bank mandates to the Company/Registrar & Share Transfer Agents ("RTA") quoting their Folio Number and Bank Account Details along with self-attested documentary proofs. Members holding shares in the Dematerialized (electronic) Form may update such details with their respective Depository Participants.
10. Members are requested to forward all Share Transfers and other communications, correspondence to the RTA – M/s. CIL Securities Limited, Unit: Yuvraaj Hygiene Products Limited, 214, Raghava Ratna Towers, Chirag Ali Lane, Abids, Hyderabad – 500 001, and members are further requested to always quote their Folio Number in all correspondences to be made with the Company.
11. Members holding shares in physical form, in identical order of names, in one or more folio are requested to write to the Company/RTA enclosing their share certificate(s) to enable the Company to consolidate their holding in one folio for better services. Consolidated Share Certificate will be issued to such Members after making requisite changes.
12. In case of joint holders, the Member whose name appears as the first holder in the order of names as per the Register of Members of the Company will be entitled to vote at the AGM.
13. To comply with the provisions of Section 88 of the Act, read with the Rule 3 of the Companies (Management and Administration) Rules, 2014, the Company shall be required to update its database by incorporating some additional details of its members.

Members who have not registered their email addresses with the Company are therefore requested to kindly submit their e-mail ID and other details vide the e-mail updation form annexed with this Annual Report. The same could be done by filling up and signing at the appropriate place in the said form and sending it by an email to rtac@cilsecurities.com and yhpl@hic.in.

The e-mail ID provided shall be updated subject to successful verification of their signatures as per records available with the RTA of the Company.

14. The Register of Directors and Key Managerial Personnel and their Shareholdings, as maintained under Section 170 and Register of Contracts or Arrangements in which Directors are interested as maintained under Section 189 of the Act, and all documents referred to in the Notice will be available for inspection in electronic mode during the AGM. All documents referred to in the Notice will also be available for electronic inspection by the members from the date of circulation of this Notice up to the date of AGM, i.e. 29th December, 2020.
15. Members attending the AGM through VC / OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Act.
16. Members desirous of seeking any information relating to the accounts and operations of the Company are requested to address their queries to the Company Secretary & Compliance Officer of the Company at least 7 (Seven) days in advance of the meeting i.e. before 22nd December, 2020 to enable the Company to provide the required information at the meeting.
17. Securities Exchange Board of India ("SEBI") has mandated the submission of Permanent Account Number (PAN) by every participant in the securities market. Members holding shares in DEMAT Form are therefore requested to submit their PAN details to their respective Depository Participants with whom they have their DEMAT account(s). Members holding shares in physical form can submit their PAN details to the Company/RTA of the Company.
18. Non Resident Indian members are requested to inform the Company's RTA, immediately of any change in their residential status on return to India for permanent settlement, their bank account maintained in India with complete name, branch, account type, account number and address of the bank with pin code, IFSC and MICR Code, as applicable if such details were not furnished earlier.
19. Since the AGM will be held through VC / OAVM, the Route Map is not annexed in this Notice.

20. Information Relating to joining the AGM and E-Voting process are as under:

- In compliance with the provisions of Section 108 of the Companies Act, 2013, read with Rule 20 of the Companies (Management and Administration) Rules, 2014, as amended from time to time Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 and Secretarial Standard on General Meetings (SS-2) issued by the ICSI, the Company is pleased to provide e-voting facility to its members to cast their vote electronically on the resolutions mentioned in the Notice of the 25th Annual General Meeting (AGM) of the Company dated 1st December, 2020. The members may cast their vote using an electronic voting system from a place other than the venue of the meeting. The Company has engaged the services of Central Depository Services (India) Limited (CDSL) as agency to provide the e-voting facility.
- The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available for 1000 members on first come first served basis. However, the participation of members holding 2% or more shares, promoters, and Institutional Investors, directors, key managerial personnel, chairperson of Audit Committee, Stakeholders Relationship Committee, Nomination & Remuneration Committee and Auditors are not restricted on first come first serve basis.
- The Company has appointed M/s. Manish Ghia & Associates, Company Secretaries, Mumbai as the Scrutinizer to scrutinize the e-voting during the AGM and remote e-voting process at the AGM in a fair and transparent manner. The Company has fixed Tuesday, 22nd December, 2020 as the 'Cut-off Date'. The e-voting /voting rights of the Members/ beneficial owners shall be reckoned on the equity shares held by them as on the Cut-off Date i.e. Tuesday, 22nd December, 2020.
- The e-voting facility is available at the link www.evotingindia.com.

INSTRUCTIONS FOR E-VOTING AND JOINING THE AGM THROUGH VC/OAVM:

A. Procedure/ Instructions for e-voting before/during the AGM are as under:

- (i) The voting period begins on Saturday, 26th December, 2020 (9.00 a.m. IST) and ends on Monday, 28th December, 2020 (5.00 p.m. IST). During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of Tuesday, 22nd December, 2020 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- (iii) The shareholders should log on to the e-voting website www.evotingindia.com.
- (iv) Click on "Shareholders" module.
- (v) Now enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
- (vi) Next enter the Image Verification as displayed and Click on Login.
- (vii) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier e-voting of any Company, then your existing password is to be used.



(viii) If you are a first time user follow the steps given below:

	For Members holding shares in Demat Form and Physical Form
PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) <ul style="list-style-type: none"> Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number which is printed on Postal Ballot / Attendance Slip indicated in the PAN field.
Dividend Bank Details OR Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. <ul style="list-style-type: none"> If both the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (v).

(ix) After entering these details appropriately, click on "SUBMIT" tab.

(x) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that Company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

(xi) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.

(xii) Click on the EVSN for the relevant 'YUVRAAJ HYGIENE PRODUCTS LIMITED' on which you choose to vote.

(xiii) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.

(xiv) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.

(xv) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.

(xvi) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.

(xvii) You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.

(xviii) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.

(xix) Shareholders can also cast their vote using CDSL's mobile app "m-Voting". The m-Voting app can be downloaded from respective Store. Please follow the instructions as prompted by the mobile app while Remote Voting on your mobile.

B. Process for those members whose email addresses are not registered with the depositories for obtaining login credentials for e-voting for the resolutions proposed in this Notice of AGM:

(i) For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) by email to **Company/ RTA email id**.

(ii) For Demat shareholders- please provide Demat account details (CDSL-16 digit beneficiary ID or NSDL-16 digit DPID + CLID), Name, client master or copy of Consolidated Account statement, PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) to **Company/ RTA Email ID**.

(iii) The Company/RTA shall co-ordinate with CDSL and provide the login credentials to the above mentioned shareholders.

C. Instructions for Members attending the AGM through VC/OAVM are as under:-

(i) Members will be provided with a facility to attend the AGM through VC/OAVM through the CDSL e-Voting system. Members may access the same at <https://www.evotingindia.com> under Members/members login by using the remote e-voting credentials. The link for VC/OAVM will be available in Members/members login where the EVSN of Company will be displayed.

(ii) Members are encouraged to join the Meeting through Laptops / IPads for better experience.

(iii) Further members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.

(iv) Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may

experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.

- (v) Members who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending a request in advance atleast 3 (three) days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at Company's email id yhpl@hic.in. The Members who do not wish to speak during the AGM but have queries may send their queries in advance 7 (seven) days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number Company's email id yhpl@hic.in. These queries will be replied to by the Company suitably through the email id.

Those Members who have pre-registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting. The Company reserves the right to restrict the number of speakers depending on the availability of time for the AGM.

(vi) Note for Non – Individual Members and Custodians

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the "Corporates" module.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
- After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
- The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- Alternatively Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; yhpl@hic.in, if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.com, under help section or write an email to helpdesk.evoting@cdslindia.com or call 1800225533.

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Manager, Central Depository Services (India) Limited (CDSL), A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call 1800225533.

These details and instructions form an integral part of the Notice for the 25th Annual General Meeting to be held through VC / OAVM on Tuesday, 29th December, 2020.

21. GENERAL INSTRUCTION FOR MEMBERS:

- (i) The voting rights of members shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date of Tuesday, 22nd December, 2020.
- (ii) Any person, who acquires shares of the Company and become member of the Company after dispatch of the notice and holding shares as of the cut-off date i.e. Tuesday, 22nd December, 2020, may obtain the login ID and password by sending a request at helpdesk.evoting@cdslindia.com.
- (iii) However, if members are already registered with CDSL for e-voting then they can use their existing user ID and password for casting the vote. If they forget their password, they can reset their password by using "Forgot User Details/Password" option available on www.evotingindia.com.
- (iv) A person, whose name is recorded in the register of members or in the register of beneficial owners maintained by the depositories as on the cut-off date only shall be entitled to avail the facility of e-voting.
- (v) The Scrutinizer shall, immediately after the conclusion of voting at the AGM, unblock the votes cast and make, not later than 48 hours of conclusion of the AGM, a consolidated scrutinizer's report and submit the same to the Chairman. The results declared along with the consolidated scrutinizer's report shall be placed on the website of the Company viz. www.hic.in and on the website of the CDSL www.evotingindia.com. The Company shall simultaneously forward the results to BSE Limited, where the equity shares of the Company are listed.



STATEMENT PURSUANT TO THE PROVISIONS OF SECTION 102 OF THE COMPANIES ACT, 2013:

ITEM NO. 3

As on 30th November, 2020, the outstanding unsecured loan due to the promoters of the Company viz. Mr. Vishal Kampani and Mrs. Benu Kampani amounts to Rs. 7,98,20,508/- (Rupees Seven Crores Ninety Eight Lakhs Twenty Thousand Five Hundred and Eight only). The Board of Directors, due to the current financial situation and liquidity position of the Company proposes to convert a portion of the loan amount into equity.

The Board of Directors in their meeting held on 12th November, 2020 has resolved to issue, offer and allot upto 1,65,00,000 (One Crore Sixty Five Lakh) Equity Shares at Re. 1/- (Rupee One only) per share aggregating to Rs. 1,65,00,000/- (Rupees One Crore Sixty Five Lakh only) to Mr. Vishal Kampani, Managing Director and Mrs. Benu Kampani, Whole-time Director, also being the promoters of the Company, on a preferential basis, by converting an equivalent amount of outstanding unsecured loan into Equity Shares. The Special Resolution as mentioned under Item No. 3 proposes to authorize the Board to issue and allot these shares on preferential basis, in such manner and on such terms and conditions as prescribed under SEBI (ICDR) Regulations, 2018 and in compliance with Sections 42 and 62 and other applicable provisions of the Companies Act, 2013, the Companies (Prospectus and Allotment of Securities) Rules, 2014 and the Companies (Share Capital and Debentures) Rules, 2014.

The following are the details of the unsecured loan sought to be converted into Equity Shares pursuant to this resolution:

Sr. No.	Name of the proposed Allottee	Outstanding loan amount as on 30th November, 2020 (in Rs.)	Number of Equity Shares to be allotted	Balance of loan outstanding after conversion (in Rs.)
1.	Mr. Vishal Kampani	1,45,55,079	65,00,000	80,55,079
2.	Mrs. Benu Kampani	6,52,65,429	1,00,00,000	5,52,65,429
	Total	7,98,20,508	1,65,00,000	6,33,20,508

The information pertaining to the proposed preferential allotment in terms of Chapter V of the SEBI (ICDR) Regulations, 2018 is as stated below:

- Objects of the preferential issue:** The object of this issue is to repay a portion of the outstanding loan due to the promoters of the Company by converting the outstanding unsecured loan into Equity Shares.
- Maximum number of specified securities to be issued:** 1,65,00,000 (One Crore Sixty Five Lakhs) equity shares of Re.1/- (Rupee One only) each.
- Intent of the promoters, directors or key managerial personnel of the Company to subscribe to the offer:** Only the following individuals have conveyed to the Company to subscribe to the equity shares of the Company:

Sr. No.	Name of Allottee	Number of Equity Shares	Category
1.	Mr. Vishal Kampani	65,00,000	Promoter and Managing Director
2.	Mrs. Benu Kampani	1,00,00,000	Promoter and Whole-time Director
	Total	1,65,00,000	

- Shareholding Pattern of the Company before and after the preferential issue:**

Sr. No.	Category	Pre-preferential issue Shareholding		Post preferential issue Shareholding	
		No Shares	%	No Shares	%
A	Promoters' Holding				
(i)	Indian Promoters				
(a)	Individual/HUF	5,14,25,500	69.35	6,79,25,500	74.93
(b)	Bodies Corporate	0	0	0	0
(c)	Others (Trusts)	0	0	0	0
(ii)	Foreign Promoters				
	- Individual	0	0	0	0
	- Bodies Corporate	0	0	0	0
	Sub Total (A)	5,14,25,500	69.35	6,79,25,500	74.93
B	Non- Promoters' Holding				
	Mutual Fund	0	0	0	0
	FI's Bank / UTI	0	0	0	0
	FIs	0	0	0	0
	Bodies Corporate	15,16,899	2.05	15,16,899	1.67
	Residents/ Individuals	2,11,42,598	28.51	2,11,42,598	23.32
	QIB	0	0	0	0

Sr. No.	Category	Pre-preferential issue Shareholding		Post preferential issue Shareholding	
		No Shares	%	No Shares	%
	NRI	60,183	0.08	60,183	0.07
	NBFC	0	0	0	0
	Overseas Corporate Bodies	0	0	0	0
	Clearing Members	10,726	0.01	10,726	0.01
	Directors/Relatives	0	0	0	0
	Foreign Trusts	0	0	0	0
	Indian Trusts	500	0.00	500	0.00
	IEPF	0	0	0	0
	Sub Total (B)	2,27,30,906	30.65	2,27,30,906	25.07
	Grand Total (A+B)	7,41,56,406	100.00	9,06,56,406	100.00

Note: The above pre-issue shareholding pattern is prepared as on 30.09.2020.

- e. **Time frame within which the preferential issue shall be completed:** As required under the SEBI (ICDR) Regulations, 2018, the Company shall complete the allotment of Equity Shares on or before the expiry of 15 days from the date of passing of this resolution by the shareholders granting consent for preferential issue, provided that in case the allotment on preferential basis is pending on account of pendency of any approval for such allotment by any regulatory authority or the Central Government, then the allotment shall be completed within 15 days from the date of receipt of such approval.
- f. **Identity of the natural persons who are the ultimate beneficial owners of the shares proposed to be allotted and/or who ultimately control:**

Name of the Allottee	Pre-Preferential Holding		Proposed Allotment	Post Preferential Holding	
	No Shares	%		No Shares	%
Mr. Vishal Kampani	4,35,56,250	58.74	65,00,000	5,00,56,250	55.22
Mrs. Benu Kampani	78,69,250	10.61	1,00,00,000	1,78,69,250	19.71
TOTAL	5,14,25,500	69.35	1,65,00,000	6,79,25,500	74.93

- g. **Pricing of the Issue and Relevant Date:** The shares of the Company are infrequently traded shares as per SEBI (ICDR) Regulations, 2018. The issue price arrived is as per the Valuation report issued by a Registered Valuer - CA Harsh Chandrakant Ruparelia (SV Road, Kandivali West, Mumbai – 400 067), determined in accordance with Regulation 165 of the SEBI (ICDR) Regulations.

The minimum price is arrived at Rs. 0.70/- (Seventy paise only) per equity Share and the issue price is accordingly fixed at Re. 1/- (Rupee One only) per equity share by the Board of Directors as recommended by the Valuer.

As per the SEBI (ICDR) Regulations, 2018, the "Relevant Date" for the purpose of calculating the price of the Equity Shares should be Friday, 27th November, 2020. However, since the shares of the Company are infrequently traded shares as per definition provided in SEBI (ICDR) Regulations, 2018, the valuation is arrived as on 30th September, 2020 based on the Valuation report provided by the Registered Valuer in accordance with the SEBI (ICDR) Regulations, 2018.

- h. **Lock-in period of shares:** The Equity shares to be allotted to the promoters on preferential basis shall be locked-in for a period as per requirements of SEBI (ICDR) Regulations, 2018.
- i. **Auditors' Certificate:** The certificate from M/s. N. S. Gokhale & Co., Chartered Accountants, the Statutory Auditors of the Company, to the effect that the present preferential issue is being made in accordance with the requirements contained in the chapter V of the SEBI (ICDR) Regulations, 2018 will be available for inspection in electronic mode during the AGM and will be kept open for inspection at the Registered Office of the Company between 11:00 AM and 5:00 PM on all working days between Monday to Friday of every week, upto the date of this AGM.
- j. **Change in control:** There shall be no change in the management or control of the Company pursuant to the aforesaid issue and allotment of equity shares of the Company.
- k. **Other disclosures/undertakings:**
- It is hereby confirmed that neither the Company nor its Directors and to the Company's knowledge any of its Promoters is a wilful defaulter.
 - The Proposed Allottees' has not sold any equity shares during the six months preceding the Relevant Date.
 - The Company undertakes to re-compute the price of the equity shares issued in terms of the preferential allotment under this resolution in terms of the SEBI (ICDR) Regulations, 2018 where it is required to do so.
 - The Company undertakes that if the amount payable on account of re-computation of price is not paid within the time stipulated in the SEBI (ICDR) Regulations, 2018 the specified equity shares shall continue to be locked-in till the time such amount is paid by the allottees.



The Board of Directors of the Company believes that the proposed issue is in the best interest of the Company and its Members.

None of the Directors, Key Managerial Personnel or their respective relatives except Mr. Vishal Kampani, Mrs. Benu Kampani and Mr. Ankur Kampani is in any way concerned or interested in the resolution mentioned as Item No. 3 of the Notice.

**By order of the Board of Directors
of Yuvraaj Hygiene Products Limited**

Place: Navi Mumbai
Date: 1st December, 2020

Registered Office:
Plot No. A-650, 1st Floor, TTC Industrial Estate,
MIDC, Pawane Village, Mahape,
Navi Mumbai - 400 705

Vishal Kampani
Managing Director
DIN: 03335717

In pursuance of the provisions of SS-2 issued by the ICSI, details of Director seeking appointment/re-appointment at the ensuing Annual General Meeting (AGM) is as follows:

Name of the Director	Mr. Ankur Kampani
DIN	06370995
Date of Birth (Age)	4 th December, 1976 (44 years)
Nationality	Indian
Date of first appointment on the Board	6 th September, 2012
Designation	Non-Independent/Non-Executive Director
Qualification	Commerce Graduate
Experience/ Expertise	He is having experience of over 22 years in importing Engineering Tools & Lifting tackles
Terms and Conditions of Appointment or Re-appointment	Non- Executive Director liable to retire by rotation without any remuneration.
Remuneration sought to be paid / last drawn	-
Justification for choosing the appointees for appointment as Independent Directors	Not Applicable
Number of Meetings of the Board attended during the year	6 (All Board Meetings held during the year 2019-20)
Shareholding in the Company (Equity Shares of Rs. 10/- each)	Nil
List of Directorships in other Companies	Nil
List of Chairmanship or membership of various Committees in listed Company and others Companies	Chairmanship Nil
<i>(The Committee membership and chairpersonship includes membership of the Audit Committee, Stakeholders' Relationship Committee and Nomination & Remuneration Committee)</i>	Membership Nil
Relationship with other Directors of the Company	Brother of Mr. Vishal Kampani

**BOARD'S REPORT**

To
The Members,
Yuvraaj Hygiene Products Limited

Your Directors hereby present the 25th (Twenty Fifth) Annual Report together with the Audited Financial Statements of the Company for the year ended 31st March, 2020.

FINANCIAL HIGHLIGHTS:

The financial figures for the year under review are given below:

(Rs. in Lakhs)

Particulars	For the Year ended 31 st March, 2020	For the Year ended 31 st March, 2019
Revenue from Operations	1215.12	1271.48
Other Income	54.15	24.22
Total Income	1269.27	1295.70
Total Expenses	1481.89	1523.38
Profit/(Loss) Before Tax	(212.62)	(227.68)
Less: Provision for Tax		
- Deferred Tax Expenses	(18.37)	(17.92)
- Current Tax Expenses	-	-
Profit/(Loss) After Tax	(194.24)	(209.76)
Other Comprehensive Income	(1.04)	0.36
Total Comprehensive Income/(Loss)	(195.28)	(209.39)
Balance of Profit/(Loss) as per last Balance Sheet	(907.65)	(698.26)
Balance of Profit/(Loss) carried to Balance Sheet	(1102.12)	(907.65)

REVIEW OF OPERATIONS:

During the year under review, the Company earned total revenue of Rs. 1269.27 Lakhs as against Rs. 1295.70 Lakhs in the previous year. The Loss before tax was Rs. 212.62 Lakhs as against Rs. 227.68 Lakhs in the previous year. The Loss after tax was Rs. 194.24 Lakhs as against Rs. 209.76 Lakhs in the previous year.

Your Company is undertaking active efforts towards accelerating the growth speed and is optimistic about better performance in the future.

EMERGENCE OF COVID-19:

The World Health Organisation in February 2020 declared COVID-19 as a pandemic. The pandemic has been rapidly spreading throughout the world, including India. Governments around the world including India have been taking significant measures to curb the spread of the virus including imposing mandatory lockdowns and restrictions in activities. Consequently, the Company's manufacturing plants and offices also had to be closed down for a considerable period of time, including after the year end. As a result of the lockdown, the revenue for the quarter ended March 2020 was impacted. Continued lockdowns impacted the Company operationally including on supply chain matters. The Company is monitoring the situation closely taking into account directives from the Government.

STATE OF THE COMPANY AFFAIRS:

The Company operates in Single segment i.e. Dealing in Household Cleaning Products.

CHANGE IN NATURE OF BUSINESS:

There was no change in nature of business activities of the Company during the financial year under review.

DIVIDEND:

In view of the accumulated losses, the Board of Directors do not recommend payment of dividend for the financial year 2019-20.

TRANSFER TO RESERVES:

During the financial year under review, your Company has not made any transfer to reserves.

SHARE CAPITAL OF THE COMPANY:

As on 31st March, 2020, the Authorised Share Capital of the Company stood at Rs. 9,33,00,000/- (Rupees Nine Crore Thirty Three Lakh only) divided into 9,33,00,000 (Nine Crores Thirty Three Lakh) Equity Shares of Re. 1/- (Rupee One only) each.

As on 31st March, 2020, the paid up share capital of the Company stood at Rs. 7,41,56,406/- (Rupees Seven Crore Forty One Lakh Fifty Six Thousand Four Hundred and Six only) divided into 7,41,56,406 (Seven Crore Forty One Lakh Fifty Six Thousand Four Hundred and Six) Equity Shares of Re. 1/- (Rupee One only) each. During the year under review, there was no change in the share capital of the Company.

Further, it is proposed to issue and allot 1,65,00,000 (One Crore Sixty Five Lakhs) Equity Shares of Re. 1/- (Rupee One only) each at par to Mr. Vishal Kampani and Mrs. Benu Kampani, Promoters of the Company upon conversion of existing outstanding Loan to the tune of Rs. 1,65,00,000/- (Rupees One Crore Sixty Five Lakhs only), on preferential basis subject to approval of Members in the forthcoming Annual General Meeting of the Company and other necessary approvals. Necessary details shall be mentioned in the Notice of 25th AGM of the Company.

PUBLIC DEPOSIT:

During the financial year under review, the Company has not accepted any deposits from public/members within the meaning of Section 73 and 76 of the Companies Act, 2013 ("the Act") read with Companies (Acceptance of Deposits) Rules, 2014.

EXTRACT OF ANNUAL RETURN:

The details forming part of the extract of the Annual Return in form MGT 9 is annexed herewith as "**Annexure I**". The same shall also be made available on the website of the Company viz. www.hic.in.

DIRECTORS AND KEY MANAGERIAL PERSONNEL:

In accordance with the provisions of Section 152 of the Act read with Companies (Management and Administration) Rules, 2014 and in accordance with the Articles of Association of the Company, Mr. Ankur Kampani, Non Independent and Non-Executive Director (DIN: 06370995) of the Company retires by rotation at the ensuing AGM and being eligible, has offered himself for re-appointment. Accordingly, your Board recommends his re-appointment to the members.

The previous tenure of Mr. Vishal Kampani as Managing Director and Mrs. Benu Kampani as Whole-Time Director expired on 10th April, 2020. The Board of Directors in their meeting held on 14th August, 2019 and the shareholders in the AGM held on 30th September, 2019, re-appointed them for a further period of 3 (three) years w.e.f. 11th April, 2020.

Brief resume of the Directors proposed to be appointed/re-appointed as stipulated under Secretarial Standard on General Meetings (SS-2) issued by the Institute of Company Secretaries of India ("ICSI") are detailed in the Notice of 25th AGM of the Company dated 1st December, 2020.

The Company has received declaration from all the Independent Directors of the Company confirming that they meet the criteria of independence as prescribed under Section 149(6) of the Act and Regulation 16(1)(b) of the Listing Regulations. There has been no change in the circumstances affecting their status as independent directors of the Company.

As on 31st March, 2020, Mrs. Benu Kampani - Whole-time Director, Mr. Vishal Kampani - Managing Director, Mr. Ravindrakumar Sharma - Chief Financial Officer and Mr. Mustafa Badami - Company Secretary & Compliance Officer are the Key Managerial Personnel of the Company as per the provisions of the Act.

DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to the provisions of Section 134(3) (c) of the Act, your Directors confirm that:

- in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures; if any;
- the directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the loss of the Company for that period;
- the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- the directors have prepared the annual accounts on a going concern basis;
- the directors have laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively; and
- the directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

**MEETINGS OF THE BOARD:**

The Board meets at regular interval to discuss and decide on Company/ business policy and strategies apart from other Board Business. The Notice of the Board Meeting is given well in advance to all the Directors of the Company. The Agenda of the Board/ Committee Meeting is circulated 7 days prior to the date of the meeting to enable the Director to take an informed decision.

During the year under review, 6 (Six) Board Meetings were held, on 29th May, 2019, 14th August, 2019, 14th November, 2019, 15th January, 2020, 14th February, 2020 and 19th March, 2020. As stipulated, the gap between two consecutive meetings of the Board did not exceeded one hundred and twenty days.

The details of attendance of the Directors at the meetings held during the year under review is stated herewith:

Sr. No.	Name of Directors	Category	No. of Meetings of Board attended
1	Mr. Rajeev Kharbanda	Chairman & Independent Director	6
2	Mr. Vishal Kampani	Managing Director	6
3	Mrs. Benu Kampani	Whole Time Director	6
4	Mr. Ankur Kampani	Non-Executive Director	6
5	Mr. Praful Hande	Independent Director	6

SEPARATE MEETINGS OF INDEPENDENT DIRECTORS:

As stipulated by the Code of Independent Directors under Schedule IV of the Act, a separate meeting of the Independent Directors of the Company was held on 14th February, 2020 to review the performance of Non- Independent Directors, the Board as whole, the Chairman of the Company and to discuss the matters related to the quality, quantity and timeliness of flow of information between the Company management and the Board.

ANNUAL PERFORMANCE EVALUATION BY THE BOARD, IT'S COMMITTEES AND OF INDIVIDUAL DIRECTORS:

Pursuant to the provisions of the Act, a formal annual evaluation needs to be made by the Board of its own performance and that of its Committees and individual directors. Schedule IV of the Act states that the performance evaluation of the independent directors shall be done by the entire Board of Directors, excluding the director being evaluated. The Board works with the Nomination and Remuneration Committee to lay down the evaluation criteria.

The Board has carried out an evaluation of its own performance, the directors individually as well as the evaluation of the working of its Audit Committee, Nomination and Remuneration Committee and Stakeholders' Relationship Committee of the Company. The Board has devised questionnaire to evaluate the performances of each of Executive, Non-Executive and Independent Directors. Such questions are prepared considering the business of the Company and the expectations that the Board have from each of the Directors. The evaluation framework for assessing the performance of Directors comprises of the following key areas:

- Attendance at the Board Meetings and Committees Meetings;
- Quality of contribution to Board deliberations;
- Strategic perspectives or inputs regarding future growth of Company and its performance; and
- Providing perspectives and feedback going beyond information provided by the management.

During the year under review, the Nomination and Remuneration Committee reviewed the performance of all the executive and non-executive directors.

COMMITTEES OF THE BOARD:

As per the provisions of the Act and Listing Regulations, the Company has constituted following three Committees of the Board:

- Audit Committee
- Stakeholders' Relationship Committee; and
- Nomination and Remuneration Committee.

AUDIT COMMITTEE:

The Audit Committee is duly constituted as per the provisions of Section 177 of the Act and Regulation 18 of the Listing Regulations:-

During the financial year 2019-20, the Committee met 4 (Four) times on 29th May, 2019, 14th August, 2019, 14th November, 2019 and 14th February, 2020.

As stipulated, the gap between any two meetings of the Audit Committee did not exceed one hundred and twenty days and the required quorum was present for all meetings.

All the recommendations made by the Audit Committee were accepted and approved by the Board.

The composition and attendance of the members of the Audit Committee for the financial year 2019-20 is stated herewith:

Name of Directors	Designation	No. of Meetings of Board attended
Mr. Rajeev Kharbanda	Chairman	4
Mr. Praful Hande	Member	4
Mr. Vishal Kampani	Member	4

Mr. Rajeev Kharbanda, Chairman of the Audit Committee was present at the last Annual General Meeting of the Company held on September 30, 2019. The Company Secretary & Compliance Officer of the Company acts as the Secretary to the Committee.

The broad terms of reference of Audit Committee are as follows:

- Review of Quarterly / Half Yearly / Yearly results and Financial Statements before submission to the Board;
- To insure the objectivity, credibility and correctness of the Company's financial reporting and disclosure processes;
- Review of policies and framework related to risk management, internal control and governance processes;
- Recommendation for appointment, remuneration and terms of appointment of auditors;
- Matter to be included in the Director's Responsibility Statement;
- Changes, if any, in the accounting policies;
- Major accounting estimates and significant adjustments in financial statement;
- Compliance with listing and other legal requirements concerning financial statements;
- Interaction with statutory and internal auditors
- Approval of appointment of Chief Financial Officer after assessing the qualification, experience and background of the candidate.
- Management Discussion and Analysis of financial condition and results of operations.
- Review and approval of related party transactions.

STAKEHOLDERS' RELATIONSHIP COMMITTEE:

The Composition of the Stakeholders' Relationship Committee is in compliance with the provisions of Section 178 of the Act and Regulation 20 of the Listing Regulations.

The Committee is primarily responsible to review all matters connected with the Company's transfer of securities and redressal of shareholders' / investors' / security holders' complaints.

During the financial year 2019-20, the Committee met 4 (Four) times on 29th May, 2019, 14th August, 2019, 14th November, 2019 and 14th February, 2020.

The composition and Attendance of the members of the Stakeholders' Relationship Committee for the financial year 2019-20 is stated herewith:

Name of Directors	Designation	No. of Meetings of Board attended
Mr. Rajeev Kharbanda	Chairman	4
Mr. Praful Hande	Member	4
Mr. Vishal Kampani	Member	4

Mr. Rajeev Kharbanda, Chairman of the Stakeholders' Relationship Committee was present at the last Annual General Meeting of the Company held on September 30, 2019. The Company Secretary & Compliance Officer of the Company acts as the Secretary to the Committee.

The scope of the Committee includes the following:

- To deal with matters relating to share transfers/transmissions.
- To review the system of dealing with and responding to correspondence from shareholders.
- To review and deal with complaints and responses to letters received from Stock Exchange, SEBI and Department of Company Affairs.

NOMINATION AND REMUNERATION COMMITTEE:

In terms of Provisions of Section 178 of the Act, the Nomination and Remuneration Committee should comprise of at least three Directors; all of whom should be Non-Executive Directors. At least half of the Committee members should be Independent with an Independent Director acting as the Chairman of the Committee.

The Composition of the Nomination and Remuneration Committee is in compliance with the provisions of Section 178 of the Act and Regulation 19 of the Listing Regulations.

During the financial year 2019-20, the Committee met 2 (Two) times, on 29th May, 2019 and 14th August, 2019.



The composition and Attendance of the members of the Nomination and Remuneration Committee for the financial year 2019-20 is as follows:

Name of Directors	Designation	No. of Meetings of Board attended
Mr. Praful Hande	Chairman	2
Mr. Rajeev Kharbanda	Member	2
Mr. Ankur Kampani	Member	2

The Company Secretary & Compliance Officer of the Company acts as the Secretary to the Committee.

REMUNERATION POLICY:

The current policy of the Company is to have an appropriate mix of executive, non-executive and independent directors to maintain the independence of the Board, and separate its functions of governance and management. As on 31st March, 2020, the Board consists of 5 (Five) members, 2 (two) of whom are executive directors, 2 (two) are independent directors and 1 (one) is non-executive director. The Board periodically evaluates the need for change in its composition and size.

Terms of reference of the Nomination and Remuneration Committee:

The Committee is empowered to—

- Determine/recommend the criteria for appointment of Executive, Non-Executive and Independent Directors to the Board;
- Determine/recommend the criteria for qualifications, positive attributes and independence of Director;
- Identify and assess potential individuals with respect to their expertise, skills, attributes, personal and professional standing for appointment and re-appointment as Directors/Independent Directors on the Board and as Key Managerial Personnel (KMPs).
- Formulate a policy relating to remuneration for the Directors, Members of the Committee and also the Senior Management Employees.

The Company follows a comprehensive policy for selection, recommendation, appointment of Directors and other senior managerial employees and also on the remuneration, and such other related provisions as applicable.

Selection:

- Any person to be appointed as a Director on the Board of Directors of the Company or as KMP or Senior Management Personnel, including Independent Directors, shall possess appropriate skills, experience and knowledge in one or more fields of sciences, actuarial sciences, banking, finance, economics, law, management, sales, marketing, administration, research, corporate governance or technical operations.
- Any person to be appointed as a Director on the Board of the Company shall possess the relevant experience and shall be able to provide policy directions to the Company, including directions on good corporate governance.
- While appointing any person as Chief Executive Officer, Managing Director or a Whole-time director of the Company, his / her educational qualification, work experience, industry experience, etc. shall be considered.

Remuneration of Executive Directors:

- At the time of appointment or re-appointment, the Executive Directors shall be paid such remuneration as may be mutually agreed between the Company (which includes the Nomination and Remuneration Committee and the Board of Directors) and the Managing Director within the overall limits prescribed under the Companies Act.
- The remuneration shall be subject to the approval of the Members of the Company in General Meeting.
- In determining the remuneration the Nomination and Remuneration Committee shall consider the following:
 1. The relationship of remuneration and performance benchmarks is clear;
 2. Balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the company and its goals;
 3. Responsibility of the Executive Directors and the industry benchmarks and the current trends;
 4. The Company's performance vis-à-vis the annual budget achievement and individual performance.

Remuneration of Non-Executive Directors:

The Non-Executive Directors shall be entitled to receive remuneration by way of sitting fees, reimbursement of expenses for participation in the Board / Committee meetings. A Non-Executive Director shall be entitled to receive sitting fees for each meeting of the Board or Committee of the Board attended by him of such sum as may be approved by the Board of Directors within the overall limits prescribed under the Act and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

The Independent Directors of the Company shall not be entitled to participate in Stock Option Scheme of the Company, if any, introduced by the Company.

Remuneration of Senior Management Employees:

In determining the remuneration of the Senior Management employees (i.e. KMPs) the Nomination and Remuneration Committee shall consider the following:

1. The relationship of remuneration and performance benchmark is clear;
2. The fixed pay reflecting short and long-term performance objectives appropriate to the working of the Company and its goals;

3. The components of remuneration includes salaries, perquisites and retirement benefits; and
4. The remuneration including annual increment and performance incentive is decided based on the criticality of the roles and responsibilities, the Company's performance vis-à-vis the annual budget achievement, industry benchmark and current compensation trends in the market.

Details of sitting fee paid to be Directors:

- None of the Non-Executive / Independent Director are being paid any sitting fees.
- The Company has not granted any stock options.

VIGIL MECHANISM / WHISTLE BLOWER POLICY:

In accordance with Section 177 of the Act, the Company has adopted a Vigil mechanism / Whistle Blower Policy to deal with instance of fraud and mismanagement, if any.

The Company had established a mechanism for directors and employees to report concerns about unethical behavior, actual or suspected fraud, or violation of our Code of Conduct and Ethics. The mechanism also provides for adequate safeguards against victimization of directors and employees who avail of the mechanism and also provide for direct access to the Chairman of the Audit Committee in the exceptional cases.

We affirm that during the financial year 2019-20, no employee or director was denied access to the Audit Committee. The Vigil mechanism / Whistle Blower Policy is available on the website of the Company at <https://www.hic.in/policies.html>

RISK MANAGEMENT:

The Company has laid down a well-defined Risk Management Policy to identify the risk, analyze and to undertake risk mitigation actions. The Board of Directors regularly undertakes the detailed exercise for identification and steps to control them through a well-defined procedure. The Board periodically reviews the risks and suggests steps to be taken to control and mitigate the same through properly defined framework.

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

There was no significant or material order passed by any regulator or court or tribunal, which impacts the going concern status of the Company or will have bearing on company's operations in future.

DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON CORPORATE SOCIAL RESPONSIBILITY INITIATIVES:

The provisions relating to Corporate Social Responsibility under Section 135 of the Act and Rules made thereunder are not applicable to the Company. Therefore, the Company has neither constituted Corporate Social Responsibility Committee nor developed and implemented any policy on Corporate Social Responsibility initiatives.

STATUTORY AUDITORS:

As per the provisions of Section 139 of the Act read with the Companies (Audit and Auditors) Rules, 2014, the members of the Company in their 22nd Annual General Meeting (AGM) held on 26th September, 2017 had appointed M/s. N. S. Gokhale & Company, Chartered Accountants, Thane, (Firm Registration No. 103270W), as the Statutory Auditors of the Company for a term of 5 consecutive years i.e. from the conclusion of 22nd AGM till the conclusion of 27th AGM of the Company to be held for the financial year ending March 31, 2022.

During the year under review the Auditor had not reported any fraud under Section 143(12) of the Act, therefore no details are required to be disclosed under Section 134(3)(ca) of the Act.

There are no qualifications, reservations, adverse remarks or disclaimers made by the Statutory Auditors in their Report dated 31st July, 2020. However, attention is drawn to the point relating to 'Material Uncertainty related to Going Concern' which is self-explanatory.

INTERNAL AUDITOR:

Mr. Kintali T. Nageswar Rao, Chartered Accountants, Navi Mumbai the Internal Auditor of the Company has shown his unwillingness to continue as Internal Auditor of the Company for the financial year 2019-20 and has given his resignation. Accordingly, M/s. Vikram Shah and Co., Chartered Accountants, Mumbai were appointed as the Internal Auditor of the Company in the meeting of the Board of Directors held on 14th August, 2019 for the financial year under review.

The Internal Auditor monitors and evaluates the efficacy and adequacy of internal control system in the Company, its compliances with operating systems, accounting procedures and policies and report the same to the Audit Committee on quarterly basis.

Based on the report of internal audit, the management undertakes corrective action in their respective areas and thereby strengthens the controls.

**INTERNAL FINANCIAL CONTROL WITH REFERENCE TO THE FINANCIAL STATEMENTS:**

The Company has in place proper and adequate internal control systems to commensurate with the nature of its business, size and complexity of its business operations. Internal control systems comprising of policies and procedures are designed to ensure reliability of financial reporting, compliance with policies, procedures, applicable laws and regulations and that all assets and resources are acquired economically used efficiently and adequately protected.

SECRETARIAL AUDITORS:

Pursuant to the provisions of Section 204 of the Act and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company has appointed M/s. Manish Ghia & Associates, Company Secretaries, Mumbai to undertake the Secretarial Audit of the Company.

The Secretarial Audit Report is annexed herewith as “**Annexure II**”.

In respect of the Secretarial Auditors' remarks in their report, the Directors would like to state as under:

- (a) the company has not filed the MSME Return (to be filed half yearly) for the half year ended March 31, 2019 and September 30, 2019

***Reply:** The filing was missed out due to oversight. The Company is taking necessary steps to file the MSME returns.*

- (b) the Company has delayed in payment of listing fees to BSE Limited (BSE) for the year under review

***Reply:** The delay was due to financial crunch; however, the Company has paid the fees on 10th July, 2019.*

- (c) the website of the Company is not updated as required under regulation 46 of LODR

***Reply:** Due to website upgradation activities and change in the designer of the website, the same is not updated. The Company is taking necessary steps to update its website.*

- (d) the company is in the process of implementing structured digital database as required under regulation 3(5) of SEBI (Prohibition of Insider Trading) Regulations, 2015

***Reply:** The Company was in the process of identifying the said software and was in negotiations with some vendors. The Company now has implemented the installation of the said software and shall be compliant with the required regulations of SEBI (Prohibition of Insider Trading) Regulations, 2015.*

MAINTAINENCE OF COST RECORDS:

The provisions of Rule 8(5)(ix) of Companies (Accounts) Rules, 2014 of Section 134(3) of the Act regarding maintenance of cost records are not applicable to the Company.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS:

The details of Loans, Guarantees and Investments covered under the provisions of Section 186 of the Act are given in the notes to the Financial Statements provided in this Annual Report.

PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:

All transactions with related parties that were entered into during the financial year were on an arm's length basis and were in the ordinary course of business. There are no materially significant transactions with related parties made by the Company with Promoters, Directors, Key Managerial Personnel which may have a potential conflict with the interest of the Company at large. The policy on Related Party Transactions as approved by the Board is uploaded on the Company's website at <https://www.hic.in/policies.html>. None of the Directors has any pecuniary relationships or transactions vis-à-vis the Company. Accordingly, the disclosure of Transactions with related parties as required under Section 134(3) of the Act in **Form AOC-2** is not applicable.

PARTICULARS OF THE EMPLOYEES AND REMUNERATION:

Pursuant to Section 197 of the Act read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, details of ratio of remuneration of each director to the median employee's remuneration are appended to this report as “**Annexure III - Part A**”.

Further, the information as required under the provisions of Section 197 of the Act read with Rule 5(2) and of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, is appended to this report as “**Annexure III – Part B**”.

During the year under review, no employee was in receipt of remuneration exceeding the limits as prescribed under provisions of Section 197 of the Act and Rule 5(2) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

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

Pursuant to Section 134(3)(m) of the Act read with Rule 8 of the Companies (Accounts) Rules, 2014, details regarding Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo for the year under review are as follows:

A. Conservation of Energy

- Steps taken or impact on conservation of energy – The Operations of the Company do not consume energy intensively. However, Company continues to implement prudent practices for saving electricity and other energy resources in day-to-day activities.
- Steps taken by the Company for utilizing alternate sources of energy – Though the activities undertaken by the Company are not energy intensive, the Company shall explore alternative sources of energy, as and when the necessity arises.
- The capital investment on energy conservation equipment – Nil

B. Technology Absorption

- The efforts made towards technology absorption – The Company continues to take prudential measures in respect of technology absorption, adaptation and take innovative steps to use the scarce resources effectively.
- The benefits derived like product improvement, cost reduction, product development or import substitution – Not Applicable
- In case of imported technology (imported during the last three years reckoned from the beginning of the financial year) – Not Applicable
- The expenditure incurred on Research and Development - Not Applicable

C. The Particulars of Foreign Exchange and Outgo for the year under review are as follow:

Particulars	For the Year ended 31 st March, 2020	For the Year ended 31 st March, 2019
Foreign exchange earning	Nil	Nil
Foreign exchange Outgo	141.84	296.60

STOCK EXCHANGE:

The Equity Shares of the Company are listed at BSE Limited. The Company has paid the Annual listing fees for the year 2020-21 to the said Stock Exchange.

HOLDING, SUBSIDIARY, ASSOCIATE AND JOINT VENTURE COMPANIES:

The Company does not have any Holding, Subsidiary, Joint Venture or Associate. Hence, preparation of consolidated financial statements and statement containing salient features of the Subsidiary/ Associate or Joint Ventures companies in Form AOC-1 as per the provisions of Section 129 of the Act is not applicable to the Company. During the year under review, no Company ceased to be the holding, subsidiary, joint venture or associate of the Company.

PERFORMANCE OF SUBSIDIARY, ASSOCIATE OR JOINT VENTURE COMPANIES:

As on 31st March, 2020, the Company does not have any Subsidiary, Associate or Joint Venture Company.

MATERIAL CHANGES AND COMMITMENT, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THIS FINANCIAL STATEMENT RELATES AND THE DATE OF THE REPORT.

No material changes and commitment, affecting the financial positions of the Company occurred between the end of the financial year 2019-20 to which this financial statement relates and the date of this report.

REPORT ON CORPORATE GOVERNANCE:

As per the provisions of Regulation 15(2) of Listing Regulations the provisions related to Corporate Governance as specified in Regulations 17, 17A, 18, 19, 20, 21, 22, 23, 24, 24A, 25, 26, 27 and clauses (b) to (i) of sub-regulation (2) of regulation 46 and para C, D and E of Schedule V shall not apply to a listed entity having paid up Share Capital not exceeding Rupees Ten Crores and Networth not exceeding Rupees Twenty Five Crores, as on the last day of the previous financial year.

As on the last day of the previous financial year, the paid up Share Capital and Networth of the Company was below the threshold limits stated above, thereby presently the Company is not required to comply with the above provisions of Corporate Governance.

Accordingly, the Report on Corporate Governance and Certificate regarding compliance of conditions of Corporate Governance are not made a part of the Annual Report.

Pursuant to the Regulation 34(2)(e) of Listing Regulations, the Report on Management Discussion and Analysis is a part of the Annual Report as "Annexure IV".



COMPLIANCE WITH SECRETARIAL STANDARDS:

The Company has devised proper systems to ensure compliance with the applicable Secretarial Standards issued by the Institute of Company Secretaries of India and the Company complies with all the applicable provisions of the same during the year under review.

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

The Company has adopted a Policy on prevention, prohibition and Redressal of sexual harassment at workplace in line with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules thereunder. The Company has constituted an Internal Complaint Committee under Section 4 of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. There was no complaint received by committee on sexual harassment during the financial year under review.

ACKNOWLEDGEMENT:

Your Directors take this opportunity to place on record their warm appreciation and acknowledge with gratitude the assistance, co-operation and support extended to your Company by bankers, clients, employees as well as the investing community and look forward to their continued support.

The Directors regret the loss of life due to COVID-19 pandemic and are deeply grateful and have immense respect for every person who risked their life and safety to fight this pandemic.

The Directors appreciate and value the contribution made by every member of the Yuvraaj Hygiene Products Limited family.

**By order of the Board of Directors of
Yuvraaj Hygiene Products Limited**

**Place : Navi Mumbai
Date : 12th November, 2020**

**Vishal Kampani
Managing Director
DIN: 03335717**

**Benu Kampani
Whole Time Director
DIN: 01265824**

ANNEXURE I
EXTRACT OF ANNUAL RETURN
Form No. MGT-9

(As on the Financial Year ended on 31st March, 2020)

[Pursuant to Section 92(3) of the Companies Act, 2013 and Rule 12(1) of the Companies
(Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

CIN	L74999MH1995PLC220253
Registration Date	25 th January, 1995
Name of the Company	Yuvraaj Hygiene Products Limited
Category/Sub-Category of the Company	Non-Government Company Limited by Shares
Address of the Registered office and contact details	Plot No A-650, 1 st Floor, TTC Industrial Estate, MIDC, Pawane Village, Mahape Navi Mumbai - 400705 Tel: 022 - 27784491 Email: yuvraj_industries@ymail.com , yhpl@hic.in Website: www.hic.in
Whether listed company	Yes BSE Limited
Name, Address and Contact details of Registrar and Transfer Agent, if any	CIL Securities Limited 214, Raghava Ratna Towers, Chirag Ali Lane, Abids, Hyderabad - 500001 Tel: 040 - 23202465/23203155 Fax: 040 - 23203028/ 66661267 Email: rtat@cilsecurities.com

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY:

All the business activities contributing 10% or more of the total turnover of the company shall be stated:-

Sr. No.	Name and Description of main products/ services	NIC Code of the Product/ service	% to total turnover of the company
1	Manufacture of tableware, kitchenware and other household articles and toilet articles of plastic, including manufacture of vacuum flasks and other vacuum vessels	22202	22.16
2	Wholesale of other households goods, n.e.c. [Includes wholesale of household equipment and appliances, n.e.c; photographic equipment, games, toys and sports goods (also includes bicycles, cycle rickshaw, tonga & other non-mechanised vehicles); leather goods and travel accessories; cleaning materials etc.]	46499	77.84



III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES: NIL

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i. Category-wise Share Holding

Category of shareholders	No. of shares held at the beginning of the year				No. of shares held at the end of the year				% change during the year
	Demat	Physical	Total	% of Total shares	Demat	Physical	Total	% of Total shares	
A. Promoter									
(1) Indian									
(a) Individual /HUF	51425500	0	51425500	69.35	51425500	0	51425500	69.35	0
(b) Central Govt.	0	0	0	0	0	0	0	0	0
(c) State Govts.	0	0	0	0	0	0	0	0	0
(d) Bodies Corp.	0	0	0	0	0	0	0	0	0
(e) Banks / FI	0	0	0	0	0	0	0	0	0
(f) Others	0	0	0	0	0	0	0	0	0
Sub-total (A)(1)	51425500	0	51425500	69.35	51425500	0	51425500	69.35	0
(2) Foreign									
(a) NRIs - Individuals	0	0	0	0	0	0	0	0	0
(b) Other - Individuals	0	0	0	0	0	0	0	0	0
(c) Bodies Corp.	0	0	0	0	0	0	0	0	0
(d) Banks / FI	0	0	0	0	0	0	0	0	0
(e) Others	0	0	0	0	0	0	0	0	0
Sub-total (A)(2)	0	0	0	0	0	0	0	0	0
Total shareholding of Promoters (A)	51425500	0	51425500	69.35	51425500	0	51425500	69.35	0
B. Public									
(1) Institutions									
(a) Mutual Funds	0	0	0	0	0	0	0	0	0
(b) Banks / FI	0	0	0	0	0	0	0	0	0
(c) Central Govt.	0	0	0	0	0	0	0	0	0
(d) State Govts.	0	0	0	0	0	0	0	0	0
(e) Venture Capital Funds	0	0	0	0	0	0	0	0	0
(f) Insurance Companies	0	0	0	0	0	0	0	0	0
(g) FIs	0	0	0	0	0	0	0	0	0
(h) Foreign Venture Capital Funds	0	0	0	0	0	0	0	0	0
(i) Others	0	0	0	0	0	0	0	0	0
Sub-total (B)(1)	0	0	0	0	0	0	0	0	0
(2) Non Institutions									
(a) Bodies Corp.									
(i) Indian	1507356	349800	1857156	2.51	1228397	349800	1578197	2.13	(0.38)
(ii) Overseas	0	0	0	0	0	0	0	0	0
(b) Individuals									

Category of shareholders	No. of shares held at the beginning of the year				No. of shares held at the end of the year				% change during the year
	Demat	Physical	Total	% of Total shares	Demat	Physical	Total	% of Total shares	
(I) Individual shareholders holding nominal share capital upto Rs. 1 Lakhs	11565441	1115410	12680851	17.10	11770896	1115510	12886406	17.38	0.28
(ii) Individual shareholders holding nominal share capital in excess of Rs.1 Lakhs	7750480	335500	8085980	10.90	7973594	221900	8195494	11.05	0.15
(c) Others									
NRIs	70183	0	70183	0.09	70183	0	70183	0.09	0.00
Clearing Member	36236	0	36236	0.05	126	0	126	0.00	(0.05)
Trust	500	0	500	0.00	500	0	500	0.00	0.00
Sub-total (B)(2)	20930196	1800710	22730906	30.65	21043696	1687210	22730906	30.65	0.00
Total Public Shareholding (B)	20930196	1800710	22730906	30.65	21043696	1687210	22730906	30.65	0.00
C. Shares held by custodian for GDRs & ADRs	0	0	0	0	0	0	0	0	0
Grand Total (A+B+C)	72355696	1800710	74156406	100.00	72469196	1687210	74156406	100.00	0.00

ii. Shareholding of Promoters and Promoters' Group:

Sr. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of shares	% of Total shares of the Company	% of shares Pledged / encumbered to total shares	No. of shares	% of total shares of the Company	% of shares Pledged / encumbered to total shares	
1	Mr. Vishal Kampani	43556250	58.74	0	43556250	58.74	0	0
2	Mrs. Benu Kampani	7869250	10.61	0	7869250	10.61	0	0
	TOTAL	51425500	69.35	0	51425500	69.35	0	0

iii. Change in Promoters' Shareholding:

Sr. No.	Promoters' Name	Shareholding at the beginning of the year		Cumulative shareholding during the year	
		No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
1.	Mr. Vishal Kampani				
	At the beginning of the year	43556250	58.74	-	
	Changes during the year	No Changes during the year			
	At the end of the year	-	-	43556250	58.74
2.	Mrs. Benu Kampani				
	At the beginning of the year	7869250	10.61	-	-
	Changes during the year	No Changes during the year			
	At the end of the year	-	-	7869250	10.61


V. SHAREHOLDING PATTERN OF TOP TEN SHAREHOLDERS (other than Directors, Promoters and Holders of GDRs and ADRs):

Sr. No.	For each of the top 10 shareholders No. of shares	Shareholding at the beginning of the year		Cumulative shareholding during the year	
		No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
1	MS. SONAL LOHIA				
	At the beginning of the year	1148922	1.55	-	-
	Changes During the Year	No Changes during the year			
	At the end of the year	-	-	1148922	1.55
2	MS. SUJATHA CHOWDARY				
	At the beginning of the year	520000	0.70	-	-
	Changes During the Year	No Change during the year			
	At the end of the year			520000	0.70
3	MR. MAHESH HARAKCHAND SHAH				
	At the beginning of the year	500000	0.67	-	-
	Changes During the Year	No Change during the year			
	At the end of the year	-	-	500000	0.67
4	MR. DHEERAJ KUMAR LOHIA				
	At the beginning of the year	433989	0.59	-	-
	Changes During the Year	No Change during the year			
	At the end of the year	-	-	433989	0.59
5	MR. SAIKRISHNA CHAPPADI				
	At the beginning of the year	430000	0.58	-	-
	Changes During the Year	No Change during the year			
	At the end of the year	-	-	430000	0.58
6	MR. ANJANEYULU REDDY JONNALA				
	At the beginning of the year	300000	0.40	-	-
	Changes During the Year				
	Date	Reason			
	13.12.2019	Purchase of Share	113500	0.15	413500
	At the end of the year			413500	0.56
7	MR. BETHALAM BAPIRAJU				
	At the beginning of the year	357199	0.48	-	-
	Changes During the Year	No Change during the year			
	At the end of the year			357199	0.48

Sr. No.	For each of the top 10 shareholders No. of shares	Shareholding at the beginning of the year		Cumulative shareholding during the year	
		No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
8	MS. MONAL SHARDA				
	At the beginning of the year	300600	0.41	-	-
	Changes During the Year	No Change during the year			
	At the end of the year	-	-	300600	0.41
9	MR. VINAY KUMAR AGARWAL				
	At the beginning of the year	300000	0.40	-	-
	Changes During the Year	No Change during the year			
	At the end of the year	-	-	300000	0.40
10	MR. RAJENDRA RAMESHWAR AGARWAL				
	At the beginning of the year	257059	0.35	-	-
	Changes During the Year	No Change during the year			
	Date	Reason			
	30.09.2019	Purchase of Share	27000	0.04	284059
	At the end of the year	-	-	284059	0.38

VI. SHAREHOLDING OF DIRECTORS AND KEY MANAGERIAL PERSONNEL (KMPs):

Sr. No.	For each of the Directors and KMPs	Shareholding at the beginning of the year		Cumulative shareholding during the year	
		No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
1.	Mr. Vishal Kampani	43556250	58.74	43556250	58.74
2.	Mrs. Benu Kampani	7869250	10.61	7869250	10.61
3.	Mr. Praful Hande	-	-	-	-
4.	Mr. Rajeev Kharbanda	-	-	-	-
5.	Mr. Ankur Kampani	-	-	-	-
6.	Mr. Ravindra Sharma	-	-	-	-
7.	Mr. Mustafa Badami	-	-	-	-


VII. INDEBTEDNESS:

Indebtedness of the Company including interest outstanding/accrued but not due for payment:

(Amount in ₹)

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	35944272.32	47327708.51	0.00	83271980.83
ii) Interest due but not paid	0.00	0.00	0.00	0.00
iii) Interest accrued but not due	0.00	0.00	0.00	0.00
Total(i+ii+iii)	35944272.32	47327708.51	0.00	83271980.83
Change in Indebtedness during the financial year				
- Addition	144544696.6	14157250.42	0.00	158701947.00
- Reduction	145140903.6	9084215.71	0.00	154225119.26
Net Change	-596206.97	5073034.71	0.00	4476827.74
Indebtedness at the end of the financial year				
i) Principal Amount	35348065.35	52400743.22	0.00	87748808.57
ii) Interest due but not paid	0.00	0.00	0.00	0
iii) Interest accrued but not due	0.00	0.00	0.00	0
Total (i+ii+iii)	35348065.35	52400743.22	0.00	87748808.57

* Since the interest amount on loans is not ascertainable, the same is not reflected in above table

VIII. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL
i. Remuneration to Managing Director, Whole-time Directors and/or Manager

(Amount in ₹)

Sr. No.	Particulars of Remuneration	Name of MD / WTD / Manager		Total Amount
		MD	WTD	
		Mr. Vishal Kampani	Mrs. Benu Kampani	
1.	Gross salary			
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	1200000	960000	2160000
	(b) Value of perquisites u/s17(3) Income-tax Act, 1961	0	0	0
	(c) Profits in lieu of salary under section17(3) Income- tax Act, 1961	0	0	0
2.	Stock Option	0	0	0
3.	Sweat Equity	0	0	0
4.	Commission	0	0	0
5.	Others, please specify	0	0	0
6.	Total	1200000	960000	2160000
	Ceiling as per the Act	As per the provisions of Section 197 of Companies Act, 2013 read with Schedule V of the Act.		

ii. Remuneration to other directors:

(Amount in ₹)

Sr. No.	Particulars of Remuneration	Name of Non-Executive Directors			Total Amount
		Independent Directors		Non Independent Directors	
		Mr. Rajeev Kharbanda	Mr. Praful Hande	Mr. Ankur Kampani	
1.	Sitting Fees	0	0	0	0
2.	Commission - as% of profit - others, specify...	0	0	0	0
3.	Others, please specify	0	0	0	0
4.	Total	0	0	0	0
	Ceiling as per the Act	As per provisions of Section 197 of the Companies Act, 2013 read with Schedule V of the Act.			

iii. Remuneration to Key Managerial Personnel Other Than MD/Manager /WTD

(Amount in ₹)

Sr. No.	Particulars of Remuneration	Key Managerial Personnel		
		Chief Financial Officer	Company Secretary & Compliance Officer	Total Amount
		Mr. Ravindra Sharma	Mr. Mustafa Badami	
1.	Gross salary			
	(a) Salary as per provisions contained in Section 17(1) of the Income-Tax Act, 1961	498803	180000	678803
	(b) Value of perquisites u/s 17(2) of the Income-Tax Act, 1961	0	0	0
	(c) Profits in lieu of salary under Section 17(3) of the Income –Tax Act, 1961	0	0	0
2.	Stock Option	0	0	0
3.	Sweat Equity	0	0	0
4.	Commission	0	0	0
5.	Others, please specify	0	0	0
	Total	498803	180000	678803

IX. PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES: None

By order of the Board of Directors
of Yuvraaj Hygiene Products Limited

Place: Navi Mumbai
Date: 12th November 2020

Vishal Kampani
Managing Director
DIN: 03335717

Benu Kampani
Whole Time Director
DIN: 01265824



ANNEXURE II

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED MARCH 31, 2020

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members,
Yuvraaj Hygiene Products Limited
Mumbai

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Yuvraaj Hygiene Products Limited** (CIN: L74999MH1995PLC220253) and having its registered office at Plot No A-650, 1st Floor, TTC Industrial Estate, MIDC, Pawane Village, Mahape, Navi Mumbai- 400705 (hereinafter called 'the Company'). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/ statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, We hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on March 31, 2020 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on March 31, 2020 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings; **(Not applicable to the Company during the audit period);**
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
 - (d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 **(Not applicable to the Company during the audit period);**
 - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 **(Not applicable to the Company during the audit period);**
 - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 **(Not applicable to the Company during the audit period);**
 - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018 **(Not applicable to the Company during the audit period); and**
 - (i) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;
- (vi) There are no laws that are specifically applicable to the company based on their sector/industry.

We have also examined compliance with the applicable clauses of the Secretarial Standards issued by The Institute of Company Secretaries of India;

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

I Pertaining Companies Act, 2013

- (a) the company has not filed the MSME Return (to be filed half yearly) for the half year ended March 31, 2019 and September 30, 2019;

II Pertaining to Regulations Issued by Securities Exchange Board of India (SEBI):

A) SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (LODR):

- (b) the Company has delayed in payment of listing fees to BSE Limited (BSE) for the year under review;
- (c) the website of the Company is not updated as required under regulation 46 of LODR; and

B) Others:

- (d) the company is in the process of implementing structured digital database as required under regulation 3(5) of SEBI (Prohibition of Insider Trading) Regulations, 2015.

We further report that

The Board of Directors of the Company is duly constituted with Non-Executive Directors and Independent Directors. There were no changes in the composition of the Board of Directors during the period under review.

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

Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

We further report that there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable Act, Rules, Regulations, Guidelines and Standards.

We further report that during the audit period there were no corporate events having major bearing on the company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards etc.

**For Manish Ghia & Associates
Company Secretaries**

Place: Mumbai
Date: November 12, 2020
UDIN: F007343B001215726

CS Pankaj Nigam
Partner
M. No. FCS 7343 C.P. No. 7979



‘Annexure A’

To,

The Members,
Yuvraaj Hygiene Products Limited
Mumbai

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

1. Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provided a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Book of Accounts of the Company.
4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulation, standards is the responsibility of management. Our examination was limited to the verification of procedures on the test basis.
6. The Secretarial Audit Report is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.
7. On account severe restrictions imposed by the Government Authorities on opening of offices, travel and movement due to Covid19 pandemic (which commenced during the last week of March'2020 and continued thereafter), we for the purpose of completion of our audit had to rely on documents and papers provided in electronic form through email/other virtual means for verification of compliances.

For Manish Ghia & Associates
Company Secretaries

Place: Mumbai
Date: November 12, 2020
UDIN: F007343B001215726

CS Pankaj Nigam
Partner
M. No. FCS 7343 C.P. No. 7979

ANNEXURE III- PART A

Details pertaining to remuneration as required under section 197(12) of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

(i) The ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year :-		
Sr. No.	Name of the Director	Ratio of remuneration to the median remuneration of the employees
1	Mr. Vishal Kampani - Managing Director	5.41
2	Mrs. Benu Kampani - Whole Time Director	4.33
(ii) The percentage increase in remuneration of each director, CFO , CEO, Company Secretary or Manager, if any, in the financial year		
Sr. No.	Name of the Directors, KMP	% Increase over last F.Y.
1	Mr. Vishal Kampani - Managing Director	NIL
2	Mrs. Benu Kampani - Whole Time Director	NIL
3	Mr. Rajeev Kharbanda - Chairman & Independent Director	NIL
4	Mr. Praful Hande - Independent Director	NIL
5	Mr. Ankur Kampani - Director	NIL
6	Mr. Ravindra Sharma - Chief Financial Officer	9.62
7	Mr. Mustafa Badami - Company Secretary	NIL
(iii)	The percentage increase in the median remuneration of employees in the financial year	There was 15.05% decrease in the median remuneration of employees in the financial year
(iv)	The number of permanent employees on the rolls of the Company	16 (Refer Note below)
(v)	Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration	The increase in salary of employees, if any is based on various factors. During the year under review, there was no increase in Managerial remuneration.

Note: The terms and conditions of employment of employees has changed on contractual basis. However, the median calculation includes the salary of employees on contract basis.

We hereby confirm that the remuneration is as per the remuneration policy recommended by Nomination and Remuneration Committee of the Company and adopted by the Company.

**By order of the Board of Directors
of Yuvraaj Hygiene Products Limited**

**Place: Navi Mumbai
Date: 12th November 2020**

**Vishal Kampani
Managing Director
DIN: 03335717**

**Benu Kampani
Whole Time Director
DIN: 01265824**



ANNEXURE III- PART - B

Information as required under Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014
Names of the top ten employees of the Company in terms of remuneration drawn

Sr. No	Name of employee	Designation of the employee	Remuneration received (In ₹)	Nature of employment, whether contractual or otherwise	Qualifications and experience of the employee	Date of commencement of employment	Age	Last employment held before joining the Company	The percentage of equity shares held by the employee in the Company within the meaning of Clause(iii) of sub-rule(2) Rule 5	Whether any such employee is a relative of any director or manager of the Company and if so, name of such director or manager
1	Mr. Vishal Kampani	Managing Director	1200000	Permanent	B.com/ 28 Years	11/04/2012	48	N/A	67.64	Brother of Mr. Ankur Kampani & Husband of Ms. Benu Kampani
2	Mrs. Benu Vishal Kampani	Whole time Director	960000	Permanent	B.com/ 18 Years	11/04/2012	45	N/A	67.64	Wife of Mr. Vishal Kampani
3	Mr. Ravindra Sharma	Chief Financial Officer	498803	Permanent	B.com/ 9 Years	01/10/2009	32	N/A	Nil	Not Related
4	Mr. Yogendra Tiwari	Machine Operator	379581	Contractual		01-04-18	39	N/A	Nil	Not Related
5	Mr. Rajesh Sony Lalji	Factory Supervisor	255646	Contractual	SSC/7 years	06/10/2017	39	MedicARRIER Pvt. Ltd.	Nil	Not Related
6	Mr. Arunkumar Vishvkarma	Sales Coordinator	243455	Contractual	BA/5 years	01/09/2016	30	N/A	Nil	Not Related
7	Mr. Krishna Tiwari	Factory Supervisor	233987	Contractual	SSC/12 years	09/10/2007	29	N/A	Nil	Not Related
8	Mr. Pabitra Behara	Executive Accountant	209579	Contractual	B.com/5 year	15/06/2018	26	N/A	Nil	Not Related
9	Miss. Akshata Thakur	Executive Accountant	200951	Contractual	M.com/ 3 Years	20/02/2018	26	CA - Firm	Nil	Not Related
10	Mr. Aniket Shilbe	Sales Coordinator	185247	Contractual	12 pass (Diploma)	12-12-17	26	N.A	Nil	Not Related

II Name of employees who were employed throughout the Financial Year 2019-20 and were paid remuneration not less than Rupees 1 Crore 2 lakhs Rupees per annum.- None

III Name of employees who were employed in part during the Financial Year 2019-20 and were paid remuneration not less than Rupees 8 lakhs 50 thousand per month.- None

IV Name of employees who were employed throughout the Financial Year 2019-20 or part thereof and were paid remuneration in excess of Managing Director or Whole-time Director or Manager and holds along with his spouse and dependent children not less than 2% of equity shares of the Company.- None

By order of the Board of Directors
of Yuvraaj Hygiene Products Limited

Place: Navi Mumbai
Date: 12th November, 2020

Vishal Kampani
Managing Director
DIN: 03335717

Benu Kampani
Whole Time Director
DIN: 01265824

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

The information, opinions and views expressed in this section of the Annual Report contain certain forward looking statements which involve risks and uncertainties. The Management has put its best efforts to present this discussion/ analysis and believes these to be true to the best of its knowledge at the time of its preparation. The Management is not responsible to publicly update or revise any of these forward looking statements whether on the basis of new information, future events or otherwise. The management shall not be liable for any loss which may arise as a result of any action taken on the basis of information, opinion or views contained herein. The reproduction, disclosure or use of the information contained herein without express prior written permission of the company is strictly prohibited.

A. INDUSTRY STRUCTURE AND DEVELOPMENTS:

The Company is engaged in the business of manufacturing and supplying of Hygiene and cleaning products with a nationwide presence. These products are manufactured using premium quality raw material and components that are coupled with modern methodologies and technology.

The Indian Economy continues to grow at healthy rate with the hope that this growth rate will increase further in the future. This sector eyes a huge potential looking at middle class and rural Indian population. However, due to GST implementation during this year, this sector has faced some headwinds, but long term impacts of the decisions of the Government are expected to be positive.

B. OPPORTUNITIES AND THREATS:

The growing middle class Indian population, as well as the rural sector, presents a huge potential for this sector. This sector has faced some headwinds due to GST in the present financial year, but long term impact of the decisions of the government are expected to be positive. Cheaper imports from China and aggressive competition from MNCs continues to be a risk. The coming election year, global political issues and the rising interest rates seems to continue to remain a challenging in the short and medium term. Over the last few years, there has been a conscious shift of preference of the consumers, retailers and distributors towards branded & quality cleaning products. Though the household cleaning industry is scattered and highly unorganized, the shift of demand from the unorganized towards the organized sector is quite apparent and is likely to gain pace in the next few years.

C. SEGMENT WISE OR PRODUCT WISE PERFORMANCE:

The Company continues to explore newer opportunities including launch of new products in the own brands. The Company is operating in single segment namely "Dealing in Household Cleaning Products". Hence segment reporting is not applicable.

D. OUTLOOK:

Your Company has taken its best efforts to increase its presence across the country and is currently geared up to increase its market share by expanding the product range and its retail presence. While the Company continues to invest and build the business, the implementation of GST may cause disruptions in the business in the short and medium term.

E. RISKS AND CONCERNS:

A slowdown in economic growth could cause the business to suffer as the company's performance is highly dependent on economic prospects of country which in turn leads to development, production and rise in the per capita income of the country.

As the company operates in the household domestic goods which is associated with the high consumable products which directly leads to increase in cost of productions and cost of inventory it is always a matter of concern to the Company, but through the effective inventory management system, the risk has been reduced to the minimal.

F. INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY:

The Company believes that Internal Control is necessary for good corporate governance. The Company is having adequate Internal Control Systems Commensurate to the nature and level of operations of the company. The Company takes adequate measures to undertake internal audit at regular intervals to review the Compliance of various policies and guidelines and to ensure reliability and credentials of all records and financial statement of the company.

G. DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE:

The financial statements are prepared in accordance with Section 134 of the Companies Act, 2013 and accounting principles generally accepted in India, including Accounting Standards. The results of the operations are discussed in the Board's Report, which forms part of this Annual Report.

H. MATERIAL DEVELOPMENTS IN HUMAN RESOURCES:

The Company strives to remain as a responsive and market-driven organization, which requires a very good quality of manpower resources. Retaining young and talented human resources continues to be a challenge in the present business environment. The Company regards its human resources as one of its most valuable assets. It reviews its policies proactively. It ensures that they create a work environment that encourages initiative, provides challenges and opportunities and appreciate the potentials of the employees. Satisfaction of employees is the ongoing concern of the management. The Company continues to focus on human resource development. As at 31st March, 2020, the Company had 16 employees.

**I. DETAILS OF SIGNIFICANT CHANGES:**

The details of significant changes in the financial ratios are as below:

Sr. No.	Ratios	2018-19	2019-20	Difference	Explanations
1.	Debtors Turnover ratio (in days)	28.00	27.26	2.66	Over the period, the Company has slightly increased its follow ups and recovery process in collecting its receivables or money owed by client as compared to the previous year.
2.	Inventory Turnover ratio (in days)	207.38	214.11	(3.25)	There is a slight deterioration in the ratio by around 3.25% on account of decrease in sales of the company as compared to the previous year.
3.	Interest Coverage ratio	(2.44)	(3.39)	(39.23)	Interest coverage ratio is in negative because the net profit of the Company before interests and taxes (EBIT) is not enough to serve the interest liability of the Company. For the year 2019-20 due to non-charging of interest on Loan of Director Mrs. Benu Kampani, there is a rise in the ratio, still interest coverage ratio is in negative.
4.	Current Ratio	1.01	0.91	(10.42)	Current ratio of the Company is deteriorated. For the FY 2019-20, Current ratio 0.91:1 indicates that the Company is not able to pay off its short term liabilities with its adequate current assets. Current liabilities being more than the current assets shows that company is facing liquidity issue.
5.	Debt Equity ratio	1.34	2.51	87.06	Increase in the debt equity ratio of the company indicates that company is increasingly relying on the external debt in order to finance its operation otherwise through its owned fund.
6.	Operating Profit Margin	(12.70)	(13.52)	(6.44)	There is a slight deterioration in the ratio by around 6.44%, because there is increase in losses (here referred to the net proceeds after incurring direct and other operating expenses) of the Company as compared to the previous year.
7.	Net Profit Margin	(16.16)	(15.39)	4.79	Due to slight decrease in the continuous losses of the company during this year as compared to the previous years, there is increase in the Net profit margin ratio by 4.79%, still Net profit ratio is in negative.

J. RETURN ON NETWORTH:

The Return on net worth during the financial years 2018-19 and 2019-20 is negative due to losses incurred by the company in the said financial years.

K. CAUTIONARY STATEMENT:

Statements in the Management Discussion and Analysis describing the Company's objectives, projections, estimates, expectations may be "forward- looking statement" within the meaning of applicable securities laws and regulations. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to the Company's operations include economic conditions affecting demand/ supply and price conditions in the domestic and overseas markets in which the Company operates, changes in the Government regulations, tax laws and other statutes and other incidental factors. This Report basically seeks to furnish information, as laid down within the different headings to meet the requirements of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF YUVRAAJ HYGIENE PRODUCTS LIMITED

REPORT ON THE AUDIT OF THE IND AS FINANCIAL STATEMENTS

OPINION

We have audited the Ind AS Financial Statements of **Yuvraaj Hygiene Products Limited** ("the Company"), which comprise the Balance Sheet as at March 31st, 2020, the Statement of Profit and Loss, including the Statement of Other Comprehensive Income, the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and notes to the Ind AS Financial Statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the Ind AS Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS Financial Statements give the information required by the Companies Act, 2013, as amended ("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 31st, 2020, its loss including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

BASIS FOR OPINION

We conducted our audit of the Ind AS Financial Statements in accordance with the Standards on Auditing (SAs), as specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the Ind AS Financial Statements' section of our report. We are independent of the Company in accordance with the 'Code of Ethics' issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the Ind AS 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 ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Ind AS Financial Statements.

EMPHASIS OF MATTERS

We draw attention to following Notes to the Ind AS Financial Statements being matters pertaining to **Yuvraaj Hygiene Products Limited** requiring emphasis by us. Our opinion is not qualified in respect of these matters:

1. Note no. 34 regarding Contingent Liabilities not provided for in the books of accounts of the company.
2. Note no. 2.3 (f) which describes the impacts of COVID-19 Pandemic on the Ind AS Financial Statements as also on business operations of the Company, assessment thereof by the management of the Company based on its internal, external and macro factors, involving certain estimation uncertainties.

MATERIAL UNCERTAINTY RELATED TO GOING CONCERN

We draw attention to Note no. 2.1 of the Ind AS Financial Statements, which indicates that the Company has accumulated losses and its net worth has been fully eroded, the Company has incurred net loss/net cash loss during the current and previous year(s) and the Company's current liabilities exceeded its current assets as at 31st March 2020. The above factors indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern.

However, we were informed by the Management and the Board of Directors that the Company is in the process of identifying alternative business plans which in the opinion of the management will enable the Company to have profitability and to have a turnaround. The Company is also in the process of identifying strategic business partners and alternative business plans to improve the performance of the Company. The Company's ability to generate positive cash flows depends on the successful implementation of such alternative business plans. Pending the resolution of the above uncertainties, the Company has prepared the aforesaid Ind AS Financial Statements on a going concern basis.

The factors described above, in our opinion, may have an adverse effect on functioning of the Company.

KEY AUDIT MATTERS

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Ind AS Financial Statements for the year ended March 31, 2020. These matters were addressed in the context of our audit of the Ind AS Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

We have determined the matters described below to be the key audit matters to be communicated in our report. We have fulfilled the responsibilities described in the Auditor's Responsibilities for the Audit of the Ind AS Financial Statements section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the Ind AS Financial Statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying Ind AS Financial Statements.



Key Audit Matter	How the matter was addressed in our audit
Material Uncertainty relating to Going Concern:	
There is use of Going Concern Assumption basis of accounting in Ind AS Financial Statement but a material uncertainty exists. (Refer to Note no. 2.1 of Ind AS Financial Statements).	We have analysed the management assumption of Going Concern basis of accounting and checked whether the fact has been appropriately disclosed in the Ind AS Financial Statement. Also, we have commented on the same in our report under material uncertainty related to going concern paragraph above.
Revenue Recognition:	
Revenue is recognized when the significant risks and rewards of ownership of the goods have been passed to the buyer. Revenue is a key performance indicator for the Company. There is risk of revenue being fraudulently recognized before control has passed to the customer resulting from pressure to meet external investor/ stake-holder expectations or to meet revenue targets set through performance incentive schemes. Determining the accrual for rebates and discounts (variable consideration) involves estimation based on applicable promotional schemes and the potential claims expected to be raised by the customers. Accordingly, recognition of revenue based on the transfer of control to customers and estimation of accrual for variable consideration including rebates and discounts have been considered to be key audit matters. (Refer to Note no. 2.2 (I) of Ind AS Financial Statements).	Our audit procedures in respect of recognition of revenue included the following: <ul style="list-style-type: none"> Assessed the Company's accounting policies relating to revenue recognition and accrual for rebates and discounts by comparing them with the applicable accounting standards; Tested design and operating effectiveness of the Company's internal controls over recognition of revenue and estimating accrual for rebates and discounts; Examined sales invoices and dispatch/shipping documents for selected samples of revenue to verify that revenue has been recognised only once control has passed to the customer; Performed retrospective review to identify any management bias with respect to accrual for rebates and discounts;
Provisions and Contingent Liabilities:	
There are a number of Indirect tax cases against the Company. High level of judgement is required in estimating the level of provisioning required. (Refer to Note no. 34 of Ind AS Financial Statements).	We analyzed the current status of the Indirect tax cases. Our procedures in respect of tax matters included the following: <ul style="list-style-type: none"> Testing key controls over litigation, regulatory and tax procedures; Performing substantive procedures on the underlying calculations supporting the provisions (if any) recorded; Where relevant, reading external legal opinions obtained by management; Meeting and discussing with the management, and reading relevant Company correspondence. Assessing management's conclusions through understanding precedents set in similar cases; and <p>Based on the evidence obtained, and the related disclosures in Note no. 34 of the Ind AS Financial Statements, conclude that the disclosure was sufficient.</p>

OTHER MATTER:

- Due to the continuous spreading of COVID -19 across India, the Indian Government announced a strict 21-day lockdown on 24th March 2020, which was further extended till 30th June 2020 across the India to contain the spread of the virus. This has resulted in restriction on physical visit to the client locations and the need for carrying out alternative audit procedures as per the Standards on Auditing prescribed by the Institute of Chartered Accountants of India (ICAI).

As a result of the above, the entire audit was carried out based on remote access of the data as provided by the management. This has been carried out based on the advisory on "Specific Considerations while conducting Distance Audit/ Remote Audit/ Online Audit under current Covid-19 situation" issued by the Auditing and Assurance Standards Board of ICAI.

We have been represented by the management that the data provided for our audit purposes is correct, complete, reliable and are directly generated by the accounting system of the Company without any further manual modifications.

We bring to the attention of the users that the audit of the Ind AS Financial Statements has been performed in the aforesaid conditions.

- Balances in respect of trade receivables, trade payables, deposits and loans and advances (debit or credit balances on whatever account) are subject to confirmation from respective parties. However, in the opinion of the Management all the Current Assets and Non-current Financial Assets are approximately of the value stated in books, if realized in the ordinary course of business.

3. Income and Expenditure for current year, inter alia, includes amount pertaining to prior period(s). This has not been separately disclosed in the Ind AS financial statements in a manner that their impact on the current year's profit can be perceived.

Our opinion is not qualified in respect of above matters.

INFORMATION OTHER THAN THE IND AS FINANCIAL STATEMENTS AND AUDITOR'S REPORT THEREON

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the Ind AS Financial Statements and our auditors' report thereon ('Other Information'). The Other Information is expected to be made available to us after the date of this Auditors' Report. Our opinion on the Ind AS 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 Ind AS Financial Statements, our responsibility is to read the Other Information when it becomes available and, in doing so, consider whether the Other Information is materially inconsistent with the Ind AS Financial Statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. When we read the Other Information and if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance as required under SA 720 'The Auditor's responsibilities Relating to Other Information'.

MANAGEMENT'S RESPONSIBILITY FOR THE IND AS FINANCIAL STATEMENTS

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Ind AS Financial Statements that give a true and fair view of the financial position and financial performance of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Companies Act, 2013.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013, for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind AS Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE IND AS FINANCIAL STATEMENTS

Our objectives are to obtain reasonable assurance about whether the Ind AS Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with 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 Ind AS Financial Statements.

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

- Identify and assess the risks of material misstatement of the Ind AS Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Ind AS 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 Ind AS Financial Statements, including the disclosures, and whether the Ind AS Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatement in the Ind AS Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonable knowledgeable user of the Ind AS Financial Statements may be influenced. We consider quantitative materiality and qualitative factors in:

- (i) Planning the scope of our audit work and in evaluating the results of our work: and
- (ii) To evaluate the effect of any identified misstatements in the Ind AS Financial Statements.



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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Ind AS Financial Statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in term of sub-section (11) of Section 143 of the Companies Act, 2013, we give in the **Annexure "A"** a statement on the matters specified in paragraphs 3 and 4 of the Order.
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, the Statement of Changes in Equity and the Cash Flow Statement, dealt with by this Report are in agreement with the books of account;
 - d. In our opinion, the aforesaid Ind AS Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended;
 - e. The matter described under Material Uncertainty Related to Going Concern paragraph above in our opinion, may have an adverse effect on functioning of the Company.
 - f. On the basis of the written representations received from the directors as on March 31, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2020 from being appointed as a director in terms of Section 164(2) of the Act.
 - g. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in **Annexure "B"**.
 - h. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
 - i. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its Ind AS Financial Statements - Refer Note No. 34 to the Ind AS Financial Statements;
 - ii. The Company did not have any long - term contracts including derivative contracts for which there were any material foreseeable losses;
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For N. S. Gokhale & Co.
Chartered Accountants
(Firm Registration No. 103270W)

Place: Thane.
Date: 31st July 2020
UDIN: 20033522AAAAW9314

CA Abhay Sidhaye
(Partner)
Membership No.: 033502

ANNEXURE- A**TO THE INDEPENDENT AUDITORS' REPORT ON THE IND AS FINANCIAL STATEMENTS:**

Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the Member of **Yuvraaj Hygiene Products Limited** on the Ind AS Financial Statements for the year ended 31st March 2020, we hereby give below the statement on matters specified in paragraph 3 & 4 of the Companies (Auditor's Report) Order, 2016:

i) Fixed Assets:

- a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- b) As explained to us, the management carries out the physical verification of fixed assets periodically. In our opinion, the frequency of physical verification is reasonable having regard to the size of the company and nature of its assets. As explained to us, no material discrepancies were noticed by the management on such physical verification necessitating any adjustment.
- c) According to information and explanations given to us by the management and on the basis of our examination of the record of the Company, no immovable properties are held by the Company in its name.

ii) Inventory:

The inventory, except goods-in-transit and stock lying with third parties, has been physically verified by the management during the year. For inventory lying with third parties at the year-end, written confirmations have been obtained. In our opinion, the frequency of such verification is reasonable. The discrepancies noticed on verification between the physical stocks and the book records were not material and have been appropriately dealt with in the books of accounts.

iii) Unsecured Loans Given:

As explained to us and verified from books and records, the Company has not granted any loans, secured or unsecured to Companies, firms or other parties covered in the register maintained under Section 189 of the Companies Act, 2013. Thus, clauses 3(iii) (a), (b) and (c) of the Companies (Auditor's Report) Order, 2016 are not applicable to the Company.

iv) Loans, Investments, Guarantees and Security given to directors, others:

As explained to us and verified from books and records, The Company has not given any loans, investment, guarantees and securities which may be covered under section 185 and 186 of the Companies Act, 2013.

v) Public Deposit:

According to the information and explanations given to us, the Company has not accepted any deposit from public during the year within the meaning of section 73 to 76 or any other relevant provision of the companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014. Accordingly, paragraph 3(v) of the Order is not applicable to the Company.

vi) Cost Record:

The Central Government has not prescribed the maintenance of cost records under Sub-section 1 of Section 148 of the Companies Act, 2013 for any of the activities carried on by the company. Accordingly, clause 3(vi) of the Companies (Auditor's Report) Order, 2016 is not applicable to the Company.

vii) Statutory Dues:

In respect of statutory dues, on the basis of information and explanations given to us and on the basis of our examination of the records of the company, we report that:

- a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company is not regular in depositing with appropriate authorities, undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax (TDS), Goods & Service Tax and other material statutory dues as applicable to it. Details of undisputed dues payable as at 31st March 2020 for a period of more than six months from the date on when they become payable, are as follows:

Particular	Amount In ₹
Goods and Service Tax#	13,18,568
Profession Tax#	1,18,231
Interest on Stamp Duty	14,18,860
Penalty/Interest on Cess	3,14,860
Total	31,70,519

#Dues amount does not include interest and penalty.

- ESIC of contracted factory labour is neither provided nor paid for the financial year 2019-20.
- Above Interest on Stamp Duty and Penalty/Interest on Cess has not been provided in the books and not deposited with the concerned authorities, request letter for the waiver is submitted.



- b) According to the records of the company and on the basis of information and explanation given to us the dues outstanding to any statutory authority on account dispute as on 31st March 2020 are as follows:

Name of the Statute	Nature of the dues	Amount in ₹	Period to which the amounts relates	Forum Where dispute is pending
CST Act, 1956 and MVAT Act, 2002	Sales Tax and Interest	6,52,672	2008-09	Deputy Commissioner Appeals
		5,30,445	2009-10	
		18,80,121	2010-11	
		3,22,483	2010-11	Under Amnesty Scheme
		1,12,207	2011-12	
		40,92,103	2012-13	AO for Rectification
		85,059	2012-13	Under Amnesty Scheme
		6,34,480	2013-14	
		1,48,68,871	2014-15	AO for Rectification
Total		2,31,78,441	-	-

viii) Default in Repayment of Dues:

Based on our examination and on the basis of information and explanations given by the management, we are of the opinion that the company has not defaulted in repayment of dues to a financial institutions or banks.

ix) End Use of moneys raised:

Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term loans. Accordingly, the clause 3 (ix) of the Order is not applicable to the Company and hence not commented upon.

x) Fraud:

During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been, noticed or reported during the year, nor have we been informed of any such case by the Management.

xi) Managerial Remuneration:

In our opinion and according to the information and explanations given to us, the Company has paid / provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.

xii) Nidhi Company:

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

xiii) Related Party Transactions:

In our opinion, transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 where applicable and the details of such transactions have been disclosed in the Ind AS Financial Statements as required by the applicable accounting standards. (Refer Note No. 32 of Ind AS Financial Statements).

xiv) Preferential Allotment / Private Allotment:

According to the information and explanations given to us and based on our examination of the records of the Company, The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Hence, reporting requirement under paragraph 3 (xiv) of the order is not applicable and hence not commented upon.

xv) Non-cash transactions with related party:

Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with them which are covered under Section 192 of Companies Act, 2013. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.

xvi) Non-Banking Financial Company Registration:

According to the information and explanation given to us, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, Clause 3 (xvi) of the Order is not applicable to the Company.

For N. S. Gokhale & Co.
Chartered Accountants
(Firm Registration No. 103270W)

ANNEXURE- B**TO THE INDEPENDENT AUDITORS' REPORT ON THE IND AS FINANCIAL STATEMENTS:**

Referred to in paragraph 2(g) under the heading 'Report on other Legal and Regulatory Requirements' of our report of even date to The Members of **Yuvraaj Hygiene Products Limited** on the Ind AS Financial Statements for the year ended 31st March, 2020.

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

We have audited the internal financial controls with reference to Ind AS Financial Statements of **Yuvraaj Hygiene Products Limited** ("the Company") as of 31st March 2020 in conjunction with our audit of the Ind AS Financial Statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS Financial Statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Ind AS Financial Statements for external purposes in accordance with generally accepted accounting principles.

A company's internal financial control over financial reporting includes those policies and procedures that:

- 1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- 2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of Ind AS Financial Statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and
- 3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the Ind AS Financial Statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2020, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For N. S. Gokhale & Co.
Chartered Accountants
(Firm Registration No. 103270W)

Place: Thane.
Date: 31st July 2020
UDIN: 20033522AAAAW9314

CA Abhay Sidhaye
(Partner)
Membership No.: 033502



BALANCE SHEET AS AT MARCH 31, 2020

(Amount In ₹)

Sr.	Particulars	Notes	As at 31/03/2020	As at 31/03/2019
ASSETS				
I	Non-current assets			
a	Property, Plant and Equipment	3A	15,490,180.89	18,746,611.13
b	Goodwill	3B	-	1,811,783.90
c	Other Intangible Assets	3B	5,559,480.00	11,181,740.00
d	Financial Assets:			
i.	Investments	10	-	-
ii.	Trade Receivables	4b	2,611,915.87	2,049,861.81
iii.	Security Deposits	5b	177,280.00	177,280.00
iv.	Other financial Assets	6	121,333.93	306,405.93
d	Other Non-current Assets	7	3,115,567.52	1,558,383.52
e	Deferred Tax Assets (Net)	19	1,061,607.84	-
II	Current assets			
a	Inventories	9	47,620,914.10	53,638,985.89
b	Financial Assets:			
i.	Investments	10	-	-
ii.	Trade Receivables	4a	5,781,575.18	7,703,635.12
iii.	Cash and cash equivalents	11	521,112.51	724,317.62
iv.	Bank balances other than (iii) above	12	-	-
v.	Security Deposits	5a	-	-
c	Other current assets	13	1,432,872.89	2,084,910.26
e	Tax on Reverse charge under GST	8	-	-
			83,493,840.73	99,983,915.18
EQUITY AND LIABILITIES				
	I. Equity			
	Share capital	14a	76,656,406.00	76,656,406.00
	Other Equity	15	(108,211,738.62)	(88,765,818.31)
	II. Liabilities			
	A. Non-current liabilities			
a	Financial Liabilities			
	- Borrowings	16a	52,400,743.22	47,327,708.51
	- Other Financial Liabilities	17	800,000.00	-
b	Provisions	18b	905,564.00	726,469.00
c	Deferred Tax Liabilities (Net)	19	-	775,730.00
	B. Current liabilities			
a	Current Financial Liabilities			
i	- Borrowings	16b	35,348,065.35	35,944,272.32
ii	- Trade Payables	20	19,838,854.75	19,742,637.19
b	Provisions	18a	3,751,191.79	3,111,741.92
c	Income Tax Liabilities (net)	8	-	-
d	Other Current liabilities	21	2,004,754.24	4,464,768.55
			83,493,840.73	99,983,915.18

The accompanying notes form an integral part of the financial statements.

As per our Report of even date attached
For N S Gokhale & Co., Chartered Accountants
 ICAI Firm Registration Number-103270W

Abhay Sidhaye
 Partner
 Membership No.-033502
 UDIN: 20033522AAAAAW9314
 Thane, July 31, 2020

Vishal Kampani
 Managing Director
 DIN:03335717

Ravindrakumar Sharma
 Chief Financial Officer

For and on behalf of the Board
Rajiv Kharbhandia
 Chairman
 DIN: 03140444

Mustafa Badami
 Company Secretary
 Membership No.-30133
 Navi Mumbai, July 31, 2020

PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2020

(Amount In ₹)

Sr.	Particulars	Notes	For the year ended 31 st March 2020	For the year ended 31 st March 2019
I	Revenue from Operations	22	121,512,310.11	127,148,145.26
II	Other Income	23	5,414,640.58	2,422,094.58
III	Total Income (I + II)		126,926,950.69	129,570,239.84
IV	EXPENSES			
	Consumption of Materials & Components	24	87,001,392.54	89,819,593.47
	Changes in Inventories	25	(691,825.85)	(119,022.80)
	Employee benefits	26	6,237,444.73	6,067,131.72
	Finance Costs	27	4,691,817.51	6,312,582.95
	Depreciation and Amortisation Expenses	28	11,672,316.01	12,420,930.82
	Other Expenses	29	39,277,706.50	37,837,064.56
			148,188,851.44	152,338,280.72
V	Profit / (Loss) before tax for the year (III - IV)		(21,261,900.75)	(22,768,040.88)
VI	Income Tax Expense :	30		
(i)	Current Tax		-	-
(ii)	Deferred Tax		(1,837,337.84)	(1,792,388.55)
	Total Income Tax Expense (i+ii)		(1,837,337.84)	(1,792,388.55)
VII	Profit / (Loss) after tax for the year (V - VI)		(19,424,562.91)	(20,975,652.33)
VIII	Other Comprehensive Incomes	31		
	Items that will not be reclassified to profit or loss :			
	Gains/(Losses) on Remeasurements of the Defined Benefit Plans		(104,169.99)	36,239.00
	Income tax relating to items that will not be reclassified to profit or loss		-	-
	Total Other Comprehensive Income		(104,169.99)	36,239.00
	Total Comprehensive Income for the year (VII + VIII)		(19,528,732.90)	(20,939,413.33)
	Earnings per equity share (EPS) (Face value of ₹ 10/- each)			
	Basic (₹)		(0.26)	(0.28)
	Diluted (₹)		(0.26)	(0.28)

The accompanying notes form an integral part of the financial statements.

As per our Report of even date attached
For N S Gokhale & Co., Chartered Accountants
 ICAI Firm Registration Number-103270W

Abhay Sidhaye
 Partner
 Membership No.-033502
 UDIN: 20033522AAAAW9314
 Thane, July 31, 2020

Vishal Kampani
 Managing Director
 DIN:03335717

Ravindrakumar Sharma
 Chief Financial Officer

For and on behalf of the Board
Rajiv Kharbhandia
 Chairman
 DIN: 03140444

Mustafa Badami
 Company Secretary
 Membership No.-30133
 Navi Mumbai, July 31, 2020



Statement of Changes in Equity	Equity's		Other Equity's				Totals
	Equity Share Capital	Forfeited shares	Warrants	Surplus / Deficits	Capital subsidy	Total of Other Equity	
Particulars							
Balance as at April, 1 2018	70,241,406.00	2,500,000.00	978,750.00	(69,826,404.04)	2,000,000.00	(66,847,654.04)	5,893,751.96
Rights Issue	3,915,000.00	-	-	-	-	-	3,915,000.00
Issue of warrants	-	-	(978,750.00)	-	-	(978,750.00)	(978,750.00)
Loss during the Year	-	-	-	(20,975,652.33)	-	(20,975,652.33)	(20,975,652.33)
Other comprehensive Income	-	-	-	36,239.00	-	36,239.00	36,239.00
Adjustments, if any	-	-	-	(0.01)	-	(0.01)	(0.01)
Balance as at April, 1 2019	74,156,406.00	2,500,000.00	-	(90,765,817.38)	2,000,000.00	(88,765,817.38)	(12,109,411.38)
Rights Issue	-	-	-	-	-	-	-
Issue of warrants	-	-	-	-	-	-	-
Loss during the Year	-	-	-	(19,424,562.91)	-	(19,424,562.91)	(19,424,562.91)
Other comprehensive Income	-	-	-	(104,169.99)	-	(104,169.99)	(104,169.99)
Adjustments, if any	-	-	-	82,811.66	-	82,811.66	82,811.66
Balance as at March 31, 2020	74,156,406.00	2,500,000.00	-	(110,211,738.62)	2,000,000.00	(108,211,738.62)	(31,555,332.62)

CASH FLOW STATEMENT AS AT MARCH, 31 2020

Particulars	(Amount In ₹)	
	2019-20	2018-19
A. CASH FLOW FROM OPERATING ACTIVITIES :		
Net Profit as per Statement of Profit and Loss	(19,424,562.91)	(20,975,652.33)
Add : Non-Operating Expenses		
Depreciation and amortisation other than preliminary exps	11,672,316.01	12,420,930.82
Preliminary Expenses	185,072.00	185,072.00
Adjustments/Nominal Balances due to rounding off	-	-
Interest Expenses	4,838,900.00	2,511,998.12
Exchange Differences	(147,082.49)	(311,247.17)
Operating Profit before working capital changes	(2,875,357.39)	(6,168,898.56)
Add/Less:- Working Capital Changes		
(Increase)/Decrease in Inventories	6,018,071.79	(5,347,615.64)
(Increase)/Decrease in Receivables	1,360,005.88	2,901,430.02
(Increase)/Decrease in Other Current Assets	652,037.37	(999,235.59)
Increase/(Decrease) in Trade and Other Payables	(1,724,346.88)	(8,177,705.28)
Cash Generated from Operations	3,430,410.77	(17,792,025.05)
Taxes Paid (net)	-	-
Net cash (used in) operating activities (A)	3,430,410.77	(17,792,025.05)
B. CASH FLOW FROM INVESTING ACTIVITY :		
Purchase of Property, Plant and equipment	(981,841.86)	(1,696,253.61)
Movement in Loans and Advances	(2,618,791.84)	-
Net cash (used in) investing activities (B)	(3,600,633.70)	(1,696,253.61)
C. CASH FLOW FROM FINANCING ACTIVITY :		
Issue of Share Capital	-	3,915,000.00
Money Received against Share Warrants	-	(978,750.00)
Proceeds from Long Term Borrowings	5,220,117.20	18,750,533.03
Repayment of Long Term Borrowings	-	(21,600.00)
Interest Expenses	(4,838,900.00)	-
Increase/(Decrease) in Non-Current liabilities	182,007.57	(1,647,357.99)
Short term borrowings (net)	(596,206.97)	150,858.06
Net cash flow from/ (used in) financing activities (C)	(32,982.20)	20,168,683.10
Net Increase/(Decrease) in cash and cash equivalents	(203,205.11)	680,404.45
Opening Balance of Cash and Cash Equivalents	724,317.62	43,913.17
Closing Balances of Cash & Cash Equivalents (Refer Note No. 9)	521,112.51	724,317.62
Components of cash & cash equivalents		
Cash on Hand	494,840.94	702,303.94
With banks-on current account	26,271.57	22,013.68
	521,112.51	724,317.62

The above statement of cash flow has been prepared under the " Indirect method" as set out in IND AS - 7 "Statement of Cashflow"

The accompanying notes form an integral part of the financial statements.

As per our Report of even date attached
For N S Gokhale & Co., Chartered Accountants
 ICAI Firm Registration Number-103270W

Abhay Sidhaye
 Partner
 Membership No.-033502
 UDIN: 20033522AAAAW9314
 Thane, July 31, 2020

Vishal Kampani
 Managing Director
 DIN:03335717

Ravindrakumar Sharma
 Chief Financial Officer

For and on behalf of the Board
Rajiv Kharbhandia
 Chairman
 DIN: 03140444

Mustafa Badami
 Company Secretary
 Membership No.-30133
 Navi Mumbai, July 31, 2020

**NOTES FORMING PART OF FINANCIAL STATEMENTS (FY 2019-20)****1. CORPORATE INFORMATION**

Yuvraaj Hygiene Products Limited referred to as ("the Company") is engaged in the manufacturing and selling of scrub pads, scrubber & other household cleaning related items.

The Company is a public limited company incorporated and domiciled in India and has its registered office at Navi Mumbai, India. Its shares are listed on BSE Ltd. As at March 31, 2020, Mr. Vishal Kampani and Mrs. Benu Kampani owned 58.74% and 10.61% of the Company's equity share capital respectively.

The Board of Directors approved the financial statements for the year ended March 31, 2020 and authorised for issue on July 31, 2020.

2. SIGNIFICANT ACCOUNTING POLICIES**2.1. Basis of preparation and presentation**

The financial statements have been prepared on a historical cost basis, except for the following assets and liabilities:

- i. Certain financial assets and liabilities measured at fair value and classified as fair value through other comprehensive income or fair value through profit or loss.
- ii. Employee's Defined Benefit Plan as per actuarial valuation.

These financial statements are prepared in accordance with the Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time, the relevant provision of the Companies Act, 2013 ("the Act") and guidelines issued by the Securities and Exchange Board of India (SEBI), as applicable.

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

The financial statements are presented in Indian Rupees, which is the functional currency of the Company and the currency of the primary economic environment in which the Company operates.

The company has been incurring cash losses in the last few years and the net worth has been fully eroded. Considering the continuous losses and negative net worth, the management has made an assessment of its ability to continue as a going concern. The Company is also in the process of identifying strategic business partners and alternative business plans to improve the performance of the Company. The Company's ability to generate positive cash flows depends on the successful implementation of such alternative business plans. The above aspects are considered by the management while preparing these financial statements and an assessment of an entity's ability to continue as a going concern is made accordingly.

The management has given the significant uncertainties arising out of the outbreak of COVID-19, as explained in Note 2.3 (f), assessed the cash flow projections and available liquidity for a period of twenty four months from the date of these financial statements. Based on this evaluation, management believes that the Company will be able to continue as a 'going concern' in the foreseeable future and for a period of at least twelve months from the date of these financial statements.

2.2. Summary of Significant Accounting Policies**a. Classification of Assets and Liabilities into Current/Non-Current**

The Company has ascertained its operating cycle as twelve months for the purpose of Current/ Non-Current classification

For the purpose of Balance Sheet, an asset is classified as current if:

- (i) It is expected to be realised, or is intended to be sold or consumed, in the normal operating cycle; or
- (ii) It is held primarily for the purpose of trading; or
- (iii) It is expected to realise the asset within twelve months after the reporting period; or
- (iv) The asset is a cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

Similarly, a liability is classified as current if:

- (i) It is expected to be settled in the normal operating cycle; or
- (ii) It is held primarily for the purpose of trading; or
- (iii) It is due to be settled within twelve months after the reporting period; or
- (iv) The Company does not have an unconditional right to defer the settlement of the liability for at least twelve months after the reporting period. Terms of a liability that could result in its settlement by the issue of equity instruments at the option of the counterparty does not affect this classification.

All other liabilities are classified as non-current.

Deferred Tax Assets and Liabilities are classified as Non-Current Assets and Liabilities.

The operating cycle is the time between the acquisition of assets for processing and their realisation in Cash and Cash Equivalents. The Company has identified twelve months as its operating cycle.

b. Property, Plant and equipment

Property, Plant and Equipment are stated at cost, net of recoverable taxes, trade discount and rebates less accumulated depreciation and impairment losses, if any. Such cost includes purchase price, borrowing cost and any cost directly attributable to bringing the assets to its working condition for its intended use, net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the assets. Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the entity and the cost can be measured reliably.

Property, Plant and Equipment which are significant to the total cost of that item of Property, Plant and Equipment and having different useful life are accounted separately.

Depreciation on Property, Plant and Equipment is provided using written down value method on depreciable amount. Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013 except in respect of the following assets, where useful life is different than those prescribed in Schedule II;

Sr. No.	Asset Category	Asset Description	Useful Life as per Schedule II of the Companies Act, 2013 (Years)	Revised Useful Life adopted based on technical evaluation (Years)
1.	Plant and Machinery	Injection Moulding Machine & its Accessories	15 Years	25 Years
2.	Plant and Machinery	Brush Drilling and Filling Machine & its Accessories	15 Years	25 Years
3.	Plant and Machinery	Dyes	15 Years	7 Years
4.	Plant and Machinery	Star V2 - Spare Parts	15 Years	7 Years

The company has in an earlier financial year carried out assessment of useful lives of these assets and based on technical justification, different useful lives have been arrived at in respect of above assets. The justification for adopting different useful life compared to the useful life of assets provided in Schedule II is based on the business specific environment & usage, consumption pattern of the assets, past performance of similar assets and peer industry comparison duly supported by technical assessment.

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

Gains or losses arising from de-recognition of a property, plant and equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the Statement of Profit and Loss when the asset is de-recognised.

c. Leases**Company as a lessee**

A lease is classified at the inception date as a finance lease or an operating lease. A lease that transfers substantially all the risks and rewards incidental to ownership to the Company is classified as a finance lease.

Lease payments under operating leases are recognized as an expense on a straight-line basis in the Statement of Profit and Loss over the lease term.

d. Intangible Assets

Intangible assets are recognized when it is probable that the future economic benefits that are attributable to the assets will flow to the Company and the cost of the assets can be measured reliably.

Intangible Assets are stated at cost of acquisition net of recoverable taxes, trade discount and rebates less accumulated amortization / depletion and impairment losses, if any. Such cost includes purchase price, borrowing costs, and any cost directly attributable to bringing the asset to its working condition for the intended use, net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the Intangible Assets.

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 entity and the cost can be measured reliably.

Gains or losses arising from de-recognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the Statement of Profit and Loss when the asset is derecognised.

A summary of amortization/depletion policies applied to the Company's Intangible Assets to the extent of depreciable amount is as follows:

Particular	Depreciation
Goodwill	Over a period of 7 years 9 months
Trademark	Over a period of 5 years.

**e. Finance Cost**

Borrowing costs include exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Borrowing costs that are directly attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use.

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

All other borrowing costs are charged to the Statement of Profit and Loss for the period for which they are incurred.

f. Inventories

Items of inventories i.e. finished goods are measured at lower of cost and net realizable value after providing for obsolescence, if any. Cost of inventories comprises of cost of purchase, cost of conversion and other costs including manufacturing overheads net of recoverable taxes incurred in bringing them to their respective present location and condition. The valuation of inventories is done on Weighted Average Method.

g. Impairment of Non-Financial Assets - Property, Plant and Equipment and Intangible Assets

The Management periodically assesses, using external and internal sources, whether there is an indication that any Property, Plant and Equipment and Intangible Assets or grouped of Assets may be impaired. If any such indication exists the recoverable amount of an asset is estimated to determine the extent of impairment, if any.

An impairment loss is recognized wherever the carrying value of an asset exceeds its recoverable amount. The recoverable amount is the higher of the asset's net selling price or value in use, which means the present value of future cash flows expected to arise from the continuing use of the asset and its eventual disposal. An impairment loss for an asset is reversed if, and only if, the reversal can be related objectively to an event occurring after the impairment loss was recognized. The carrying amount of an asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of any accumulated amortization or depreciation) had no impairment loss been recognized for the asset in prior years.

h. Provisions

A provision is recognized if, as a result of a past event, the Company has a present legal obligation that is reasonably estimable, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by the best estimate of the outflow of economic benefits required to settle the obligation at the reporting date. Where no reliable estimate can be made, a disclosure is made as contingent liability. A disclosure for a contingent liability is also made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

i. Employee benefit expenses**(i) Short Term Employee Benefits**

All Employee Benefits payable wholly within twelve month of rendering the service are classified as Short Term Employee Benefits and they are recognised in the period in which the employee renders the related service.

(ii) Post Employment Benefits**Defined Contribution Plans**

A defined contribution plan is a post-employment benefit plan under which the Company makes specified monthly payments to Employee State Insurance Scheme, Provident Fund Scheme and Government administered Pension Fund Scheme for all applicable employees. The Company's contribution is recognised as an expense in the Statement of Profit and Loss during the period in which the employee renders the related service.

Defined Benefit Plans

Gratuity liability is a defined benefit obligation which is provided for on the basis of an actuarial valuation on Projected Unit Credit method made at the end of each financial year. Actuarial gains / (losses) are recognised directly in other comprehensive income. This benefit is presented according to present value after deducting the fair value of the plan assets. The Company determines the net interest on the net defined benefit liability (asset) in respect of a defined benefit by multiplying the net liability (asset) in respect of a defined benefit by the discount rate used to measure the defined benefit obligation as they were determined at the beginning of the annual reporting period.

Re-measurement of defined benefit plans in respect of post-employment are charged to the Other Comprehensive Income.

j. Tax Expenses

The tax expense for the period comprises of current tax and deferred income tax. Tax is recognized in Statement of Profit and Loss, except to the extent that it relates to items recognized in the Other Comprehensive Income or in equity. In which case, the tax is also recognized in Other Comprehensive Income or Equity.

Current Tax

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the Income Tax authorities, based on tax rates and laws that are enacted at the Balance sheet date.

Deferred Tax

Deferred tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements.

Deferred tax assets arising mainly on account of carry forward losses and unabsorbed depreciation under tax laws are recognized only if there is reasonable certainty of its realization, supported by convincing evidence.

Deferred tax assets on account of other temporary differences are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

Deferred tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantively enacted at the Balance Sheet date. Changes in deferred tax assets / liabilities on account of changes in enacted tax rates are given effect to in the statement of profit and loss in the period of the change. The carrying amount of deferred tax assets are reviewed at each Balance Sheet date.

Deferred tax assets and deferred tax liabilities are off set when there is a legally enforceable right to set-off assets against liabilities representing current tax and where the deferred tax assets and deferred tax liabilities relate to taxes on income levied by the same governing taxation laws.

k. Foreign currency transactions and translation

Transactions in foreign currencies are recorded at the exchange rate prevailing on the date of transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency closing rates of exchange at the reporting date.

Exchange differences arising on settlement or translation of monetary items are recognized in Statement of Profit and Loss.

Non-monetary items that are measured in terms of historical cost in a foreign currency are recorded using the exchange rates at the date of the transaction. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was measured. The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e., translation differences on items whose fair value gain or loss is recognised in OCI or Statement of Profit and Loss are also recognised in OCI or Statement of Profit and Loss, respectively).

Income and expenses in foreign currencies are recorded at exchange rates prevailing on the date of the transaction. Foreign currency monetary assets and liabilities are translated at the exchange rate prevailing on the balance sheet date and exchange gains and losses arising on settlement and restatement are recognised in the statement of profit and loss.

l. Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured.

Revenue from Sale of Goods

Revenue is recognized when the significant risks and rewards of ownership of the goods have been passed to the buyer. Revenue from the sale of goods is measured at the fair value of the consideration received or receivable, net of returns and allowances, trade discounts, volume rebates and cash discounts.

Interest Income

Interest Income from a financial asset is recognised using effective interest rate method.

Dividends

Dividends are recognised when the company's right to receive the payment has been established.

m. Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

(i) Financial Assets

Initial Recognition and Measurement

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

Subsequent Measurement

Financial assets carried at amortised cost (AC)

A financial asset is measured at amortised cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

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

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

A financial asset is measured at FVTOCI if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. The Company does not have any financial assets falling under this category.

Financial assets at fair value through profit or loss (FVTPL)

A financial asset which is not classified in any of the above categories are measured at FVTPL.

Equity Investments

Equity instruments measured at fair value through other comprehensive income (FVTOCI). The Company does not have any financial assets falling under this category.

De-recognition

A financial asset (or, where applicable, a part of a financial asset or part of a Company of similar financial assets) is primarily derecognised (i.e. removed from the Company's balance sheet) when:

- a. The rights to receive cash flows from the asset have expired, or
- b. The Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either
 - the Company has transferred substantially all the risks and rewards of the asset, or
 - the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Company has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if and to what extent it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Company continues to recognise the transferred asset to the extent of the Company's continuing involvement. In that case, the Company also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.

Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the Company could be required to repay.

Impairment of financial assets

In accordance with Ind AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:

- a. Financial assets that are debt instruments, and are measured at amortised cost e.g., loans, debt securities, deposits, trade receivables and bank balance.
- b. Financial assets that are debt instruments and are measured as at FVTOCI.
- c. Trade receivables or any contractual right to receive cash or another financial asset that result from transactions that are within the scope of Ind AS 18.

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

- a. Trade Receivables and
- b. Other Receivables

The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

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

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

ECL is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the entity expects to receive (i.e., all cash shortfalls), discounted at the original EIR. When estimating the

cash flows, an entity is required to consider:

- a. All contractual terms of the financial instrument (including prepayment, extension, call and similar options) over the expected life of the financial instrument. However, in rare cases when the expected life of the financial instrument cannot be estimated reliably, then the entity is required to use the remaining contractual term of the financial instrument.
- b. Cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.
- c. Financial assets measured as at amortised cost, contractual revenue receivables and lease receivables:

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

(ii) Financial Liabilities

Initial Recognition and Measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, or payables, as appropriate.

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

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

Subsequent Measurement

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

Financial liabilities at fair value through profit or loss

The Company does not have any financial liabilities at fair value through profit or loss.

Loans and borrowings

This is the category most relevant to the Company. After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the EIR amortisation process.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit and loss. This category generally applies to borrowings.

De-recognition

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the de-recognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit or loss.

(iii) Fair Value Measurement

The Company measures financial instruments, at fair value at each balance sheet date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- a. the presumption that the transaction to sell the asset or transfer the liability takes place either:
- b. In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level 1- Quoted (unadjusted) market prices in active ` markets for identical assets or liabilities.

Level 2- Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.

Level 3- Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

n. Cash & Cash Equivalent

Cash and cash equivalents comprise cash and cash-on-deposit with banks and financial institutions. The Company considers all highly liquid investments with a remaining maturity at the date of purchase of three months or less and that are readily convertible to known amounts of cash to be cash equivalents.

o. Earnings per Share

Basic earnings per equity share are computed by dividing the net profit attributable to the equity holders of the company by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the net profit after tax for the period attributable to equity shareholders and the weighted average number of equity shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

p. Segment Reporting

Based on "Management Approach" as defined in Ind AS 108 -Operating Segments, the Chief Operating Decision Maker evaluates the Company's performance and allocates the resources based on an analysis of various performance indicators by business segments. The Company conclude that it operates one reporting segment.

Un-allocable items include general corporate income and expense items which are not allocated to any business segment.

Segment Policies

The Company prepares its segment information in conformity with the accounting policies adopted for preparing and presenting the financial statements of the Company as a whole. Common allocable costs are allocated to each segment on an appropriate basis.

2.3 CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

The preparation of the Company's standalone financial statements requires management to make judgement, estimates and assumptions that affect the reported amount of revenue, expenses, assets and liabilities and the accompanying disclosures. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

a. Depreciation / amortisation and useful lives of property plant and equipment / intangible assets

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

b. Recoverability of trade receivable

Judgements are required in assessing the recoverability of overdue trade receivables and determining whether a provision against those receivables is required. Factors considered include the credit rating of the counterparty, the amount and timing of anticipated future payments and any possible actions that can be taken to mitigate the risk of non-payment.

c. Provisions

Provisions and liabilities are recognized in the period when it becomes probable that there will be a future outflow of funds resulting from past operations or events and the amount of cash outflow can be reliably estimated. The timing of recognition and quantification of the liability requires the application of judgement to existing facts and circumstances, which can be subject to change. The carrying amounts of provisions and liabilities are reviewed regularly and revised to take account of changing facts and circumstances.

d. Impairment of non-financial assets

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or fair value less costs of disposal and its value in use. It is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or a group of assets. Where the carrying amount of an asset or exceeds its

recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

In assessing value in use, the estimated future cash flows are discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken into account, if no such transactions can be identified, an appropriate valuation model is used.

e. Impairment of financial assets

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

f. Estimation of uncertainties relating to the global health pandemic from COVID-19

The World Health Organisation in February 2020 declared COVID-19 as a pandemic. The pandemic has been rapidly spreading throughout the world, including India. Governments around the world including India have been taking significant measures to curb the spread of the virus including imposing mandatory lockdowns and restrictions in activities. Consequently, the Company's manufacturing plants and offices also had to be closed down for a considerable period of time, including after the year end. As a result of the lockdown, the likely revenue for the quarter ended March 2020 has been impacted. Continued lockdowns are likely to impact the Company operationally including on supply chain matters. The Company is monitoring the situation closely taking into account directives from the Government.

Management believes that it has taken into account all the possible impacts of known events arising from COVID-19 pandemic and the resultant lockdown in the preparation of the financial statements including but not limited to its assessment of liquidity and going concern, recoverable values of its plants and equipments, intangible assets, and the net realisable values of other assets. However, given the effect of these lockdowns on the overall economic activity in India, the impact assessment of COVID-19 on the above-mentioned financial statement captions is subject to significant estimation uncertainties given its nature and duration and, accordingly, the actual impacts in future may be different from those estimated as at the date of approval of these financial statements. The Company will continue to monitor any material changes to future economic conditions and consequential impact on its financial results.



Fixed Assets Schedule to and forming part of balance sheet as at 31st March 2020

3A	Property, Plant and Equipment		GROSS BLOCK				DEPRECIATION				NET BLOCK	
SR NO	PARTICULARS	AS AT 1-Apr-2019	Additions	Deductions	AS AT 31-Mar-2020	UPTO 1-Apr-2019	FOR THE YEAR	Deductions	UPTO 31-Mar-2020	ASAT 31-Mar-2020	AS AT 31-Mar-2019	
I	Computers And Data Processing Units	1,378,038.29	24,576.00	-	1,402,614.29	1,097,039.94	153,056.09	-	1,250,096.03	152,518.26	280,998.35	
II	Electrical Installations And Equipment	1,192,100.00	-	-	1,192,100.00	881,439.20	78,511.91	-	959,951.11	232,148.89	310,660.80	
III	Furniture And Fittings	3,754,959.34	-	-	3,754,959.34	3,106,470.16	193,847.23	-	3,300,317.39	454,641.95	648,489.18	
IV	Motor Vehicles	3,123,273.28	-	-	3,123,273.28	2,966,314.18	736.12	-	2,967,050.30	156,222.98	156,959.10	
V	Office Equipment	1,412,692.66	136,682.86	-	1,549,375.52	1,185,186.92	111,131.75	-	1,296,318.67	253,056.85	227,505.74	
VI	Plant And Machinery	44,942,561.11	820,583.00	-	45,763,144.11	27,820,563.14	3,700,989.01	-	31,521,552.15	14,241,591.96	17,121,997.97	
	Current Year Total-2020	55,803,624.68	981,841.86	-	56,785,466.54	37,057,013.54	4,238,272.11	-	41,295,285.65	15,490,180.89	18,746,611.14	
	Previous Year Total-2019	54,107,370.96	1,696,253.72	-	55,803,624.68	32,846,606.32	4,210,407.22	-	37,057,013.54	18,746,611.14	21,260,764.64	

3B	Intangible Assets		GROSS BLOCK				AMORTIZATION				NET BLOCK	
SR NO	PARTICULARS	AS AT 1-Apr-2019	Additions	Deductions	AS AT 31-Mar-2020	UPTO 1-Apr-2019	FOR THE YEAR	Deductions	UPTO 31-Mar-2020	ASAT 31-Mar-2020	ASAT 31-Mar-2019	
1	Goodwill	25,882,635.00			25,882,635.00	24,070,851.10	1,811,783.90	-	25,882,635.00		1,811,783.90	
2	Brands/trademarks	28,111,300.00			28,111,300.00	16,929,560.00	5,622,260.00	-	22,551,820.00	5,559,480.00	11,181,740.00	
	Current Year Total-2020	53,993,935.00		-	53,993,935.00	41,000,411.10	7,434,043.90	-	48,434,455.00	5,559,480.00	12,993,523.90	
	Previous Year Total-2019	53,993,935.00		-	53,993,935.00	32,789,887.50	8,210,523.60	-	41,000,411.10	12,993,523.90	21,204,047.50	
	Current Year Total-2020	109,797,559.68	981,841.86	-	110,779,401.54	78,057,424.64	11,672,316.01	-	89,729,740.65	21,049,660.89	31,740,135.04	
	Previous Year Total-2019	108,101,305.96	1,696,253.72	-	109,797,559.68	65,636,493.82	12,420,930.82	-	78,057,424.64	31,740,135.04	42,464,812.14	

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020

Sr.	Particulars	₹ For the year ended 31 st March 2020	₹ For the year ended 31 st March 2019
3A	Property, Plant and Equipment		
	Computers And Data Processing Units	152,518.26	280,998.34
	Electrical Installations And Equipment	232,148.89	310,660.80
	Furniture And Fittings	454,641.95	648,489.18
	Motor Vehicles	156,222.98	156,959.10
	Office Equipment	253,056.85	227,505.73
	Plant And Machinery	14,241,591.96	17,121,997.98
		15,490,180.89	18,746,611.13
3B	Intangible Assets		
	Goodwill	-	1,811,783.90
	Brands	5,559,480.00	11,181,740.00
		5,559,480.00	12,993,523.90
4	Trade Receivables		
(a)	Current		
	Unsecured, Considered Good #	5,781,575.18	7,703,635.12
	Doubtful	-	-
		5,781,575.18	7,703,635.12
	Less: Allowance for Doubtful Deposits	5,781,575.18	7,703,635.12
(b)	Non-current		
	Unsecured, Considered Good	2,611,915.87	2,049,861.81
	Total - Trade Receivables (a+b)	8,393,491.05	9,753,496.93
5	Security Deposits		
(a)	Current		
	Unsecured, Considered Good #	-	-
	Doubtful	-	-
	Less: Allowance for Doubtful Deposits	-	-
(b)	Non-current		
	Unsecured, Considered Good	177,280.00	177,280.00
	Total - Security Deposits (a+b)	177,280.00	177,280.00
6	Other financial Assets		
	Preliminary Expenses	306,405.93	491,477.93
	Less : Written off during the year	(185,072.00)	(185,072.00)
		121,333.93	306,405.93


NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020

Sr.	Particulars	₹ For the year ended 31 st March 2020	₹ For the year ended 31 st March 2019
7	Other Non current asset		
i	Capital Advances	115,000.00	115,000.00
ii	Other advances (unsecured)	3,000,567.52	1,443,383.52
		3,115,567.52	1,558,383.52
8	Income Tax (assets)	-	-
	Income Tax (Liabilities)	-	-
9	Inventories		
	Finished Goods	1,806,453.43	1,114,627.58
	Raw Materials	33,716,599.37	39,257,239.78
	Packing Materials	12,097,861.30	13,267,118.53
		47,620,914.10	53,638,985.89
10	Investments	-	-
		-	-
11	Cash and cash equivalents		
i	Cash In Hand	494,840.94	702,303.94
ii	Balances with Bank In Current A/cs	26,271.57	22,013.68
		521,112.51	724,317.62
12	Bank balances other than (iii) above	-	-
		-	-
13	Other current assets		
i	Prepaid Expenses	222,944.17	373,188.36
ii	Other advances (short term)	60,161.19	61,208.50
iii	GST Receivable	1,149,767.53	1,650,513.40
		1,432,872.89	2,084,910.26

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020

Sr.	Particulars	₹ For the year ended 31 st March 2020	₹ For the year ended 31 st March 2019
14	Share Capital		
	Authorised Share Capital		
	93,300,000 (previous year 93,300,000) equity shares of Re 1 each	99,300,000.00	99,300,000.00
	Issued, Subscribed and Paid up:		
	74,156,406 (previous year 70,241,406) equity shares of Re 1 each	74,156,406.00	74,156,406.00

Terms/rights attached to equity shares :

The Company has only one class of equity shares having par value at ₹ 1 per share, each holder of equity shares is entitled to one vote per share. The Company declares and pays dividends in Indian rupees. The final dividend if any proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders."

Sr.	Particulars	₹ For the year ended 31 st March 2020	₹ For the year ended 31 st March 2019
14a	Movements in Equity Share Capital		
	Opening Balance	74,156,406.00	70,241,406.00
	Addition	-	3,915,000.00
	Deduction	-	-
	Share Issued for Consideration	74,156,406.00	74,156,406.00
	Share Forfeited	2,500,000.00	2,500,000.00
	Total Share Capital	76,656,406.00	76,656,406.00
	Details of shareholders holding more than 5% shares in Nos	51,425,500	51,425,500
	Details of shareholders holding more than 5% shares in %age	69.35%	69.35%

15	Other Equity		
	Money Received against Share Warrants	-	-
	Minor Balances	-	(0.93)
	Capital Subsidy	2,000,000.00	2,000,000.00
	Retained Earnings	(110,257,058.62)	(90,915,307.37)
	Other Comprehensive Income	45,320.00	149,489.99
		(108,211,738.62)	(88,765,818.31)

16	Borrowings		
a	Non current Components		
	Borrowings-Secured Term Loans-Non Current portion	-	-
	Unsecured loans-other advances	52,400,743.22	47,327,708.51
		52,400,743.22	47,327,708.51
b	Current Components		
i	Borrowings-Short Terms	35,348,065.35	35,944,272.32
		-	-
		35,348,065.35	35,944,272.32

Short term cash credit from banks is secured against inventories and trade receivables by way of hypothecation and further secured by the directors' personal guarantee.


NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020

Sr.	Particulars	₹ For the year ended 31 st March 2020	₹ For the year ended 31 st March 2019
17	Other Financial Liabilities		
	Trade Deposits	800,000.00	-
	Others, if any	-	-
		800,000.00	-
18	Provisions		
a	Provisions-Current	3,751,191.79	3,111,741.92
b	Gratuity-Non-current	905,564.00	726,469.00
		4,656,755.79	3,838,210.92
19	Deferred Tax Liabilities/(Assets)		
	Deferred Tax Liabilities/(Assets)	(1,061,607.84)	775,730.00
		(1,061,607.84)	775,730.00
20	Trade Payables		
a	Current	19,838,854.75	19,742,637.19
b	Non-current	-	-
		19,838,854.75	19,742,637.19
21	Other Current Liabilities		
a	Current	2,004,754.24	4,464,768.55
b	Non-current	-	-
		2,004,754.24	4,464,768.55
22	Revenue from operations		
	Sale of Products	121,408,769.15	127,148,145.26
	Other operating revenues	103,540.96	-
		121,512,310.11	127,148,145.26
23	Other Income		
a	Interest Income		
i	From Other Financial Assets	5,414,640.58	2,422,094.58
		5,414,640.58	2,422,094.58

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020

Sr.	Particulars	₹ For the year ended 31 st March 2020	₹ For the year ended 31 st March 2019
24	Consumption of Materials & Components		
a	Materials Procured for Production of Finished Goods	81,307,391.07	84,624,040.52
b	Components of Products Costs	5,694,001.47	5,195,552.95
		87,001,392.54	89,819,593.47
25	Changes in Inventories		
	Changes in Stock of Traded Items :		
	Opening Stock	1,114,627.58	995,604.78
	Closing Stock	1,806,453.43	1,114,627.58
	(Increase) / Decrease in Stock	(691,825.85)	(119,022.80)
26	Employee Benefits Expense		
	Salaries, Wages and Allowances	5,395,823.00	5,348,619.95
	Gratuity	165,400.00	152,230.00
	Staff Welfare	676,221.73	566,281.77
		6,237,444.73	6,067,131.72
27	Finance Costs		
	Interest Expenses	4,838,900.00	6,622,960.12
	Other Charges	-	870.00
	Exchange loss /(gains)	(147,082.49)	(311,247.17)
		4,691,817.51	6,312,582.95
28	Depreciation and Amortisation Expenses		
	Amortisation on Intangible	7,434,043.90	8,210,523.60
	Depreciation on PPE	4,238,272.11	4,210,407.22
		11,672,316.01	12,420,930.82



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020

Sr.	Particulars	₹ For the year ended 31 st March 2020	₹ For the year ended 31 st March 2019
29	Other Expenses		
	Advertising and sales promotion	17,318,207.45	18,010,867.42
	Brokerage, and discounts	118,297.06	1,999.21
	Freight and forwarding charges	7,179,147.00	7,787,715.29
	Rates and Taxes	588,656.75	-
	Rent	719,388.00	695,752.00
	Repairs to buildings	4,635.00	18,689.00
	Repairs to Machinery	711,615.14	1,032,674.52
	Communication expenses	106,423.35	157,188.69
	Tours & Travelling Expenses	1,332,298.33	2,331,815.70
	Payment to Auditors	286,520.00	278,732.00
	Professional fees	2,872,446.00	2,459,500.00
	Miscellaneous Expenses	1,796,276.45	1,696,945.41
	Hospitality Expenses	30,000.00	20,500.00
	Notional Interest Director Loan	5,414,640.58	2,418,894.58
	Amortization of Preliminary Expenses	185,072.00	185,072.00
	Interest on Delayed Payment (Taxes etc.,)	516,208.00	495,122.92
	Bank Charges	92,589.67	245,595.82
	Directorate General of Foreign Trade	1,795.00	-
	Penalty	600.00	-
	Collection /Commission Other Charges	1,390.72	-
	Visiting Fees	1,500.00	-
		39,277,706.50	37,837,064.56
30	Income Tax Expense		
a	Current tax		
b	Deferred Tax	(1,837,337.84)	(1,792,388.55)
		(1,837,337.84)	(1,792,388.55)
31	OCI - Items that will not be reclassified to profit or loss		
	Gains/(Losses) on Remeasurements of the Defined Benefit Plans	(104,169.99)	36,239.00
	Less : Income Tax on Remeasurements of the Defined Benefit Plans	-	-
	OCI - Items that will not be reclassified to profit or loss (Net of Income Tax)	(104,169.99)	36,239.00



32 Disclosure in accordance with IND AS -24 Related Party Disclosures

Names of Related Parties & Nature of Relationship

I Names of Related Parties/Key Management personnel		
Mr. Vishal Sudhir Kampani	Managing Director	Managing Director
Mrs. Benu Vishal Kampani	Whole Time Director	Whole Time Director
Mr. Ankur Kampani	Director	Director
Mr. Mustafa Badami	Company Secretary	Company Secretary
Mr. Ravindra Badami	Chief Financial Officer	Chief Financial Officer

II Transactions with Related Parties		₹	₹
a	Loans (as part of Unsecured loans)	2019-20	2018-19
	Opening Balance	47,327,708.51	26,376,424.53
	Received during the year	14,342,250.42	26,910,798.30
	Paid during the year	9,269,215.71	5,959,514.32
	Closing Balance	52,400,743.22	47,327,708.51

Note: Closing balance of Loans includes Loan taken from Benu Vishal Kampani and Vishal Sudhir Kampani of Rs. 4,55,89,925.40 (F.Y. 2018-19 Rs. 4,68,60,739.40) and Rs. 68,10,817.82 (F.Y. 2018-19 Rs. 4,66,969.11) respectively.

b	Remuneration		
	Vishal Sudhir Kampani	1,200,000.00	1,200,000.00
	Benu Vishal Kampani	960,000.00	960,000.00
	Mustafa Badami	180,000.00	-
	Ravindra Badami	498,803.00	-

c	Rent-Mrs Madhu Kapoor (a director relative)	243,108.00	242,143.00

d	Purchases and Sales		
	Matrix Entps-Purchases (a prop concern of Director)	636,804.90	661,067.00
	Matrix Entps-Service Received (a prop concern of Director)	3,275.00	20,981.00
	Matrix Entps-Sales/ (Sales Return) (a prop concern of Director)	-	(877,625.00)

e	Interest on Loan		
	Benu Vishal Kampani	-	2,511,998.12



33 Financial Instruments

Valuation

All financial instruments are initially recognized and subsequently re-measured at fair value as described below:

- The fair value of investment in unquoted Equity Shares is measured at NAV and considered as a level 3 input.
- All foreign currency denominated assets and liabilities are translated using exchange rate at reporting date.

Particulars	As at 31 st March 2020				As at 31 st March 2019			
	Carrying Amount	Level of input used in			Carrying Amount	Level of input used in		
		Level 1	Level 2	Level 3		Level 1	Level 2	Level 3
Financial Assets								
At Cost/Amortised Cost								
Investments	-	-	-	-	-	-	-	-
Trade Receivables	8,393,491.05	-	-	-	9,753,496.93	-	-	-
Security Deposits	177,280.00	-	-	-	177,280.00	-	-	-
Other financial Assets	121,333.93	-	-	-	306,405.93	-	-	-
Bank balances other than (iii) above	-	-	-	-	-	-	-	-
Cash and cash equivalents	521,112.51	-	-	-	724,317.62	-	-	-
At Fair Value through Profit and Loss								
Investments	-	-	-	-	-	-	-	-
Trade Receivables	-	-	-	-	-	-	-	-
Security Deposits	-	-	-	-	-	-	-	-
Other financial Assets	-	-	-	-	-	-	-	-
Bank balances other than (iii) above	-	-	-	-	-	-	-	-
Cash and cash equivalents	-	-	-	-	-	-	-	-
Financial Liabilities								
At Amortised Cost								
- Borrowings	87,748,808.57	-	-	-	83,271,980.83	-	-	-
- Other Financial Liabilities	800,000.00	-	-	-	-	-	-	-
Trade Payables	19,838,854.75	-	-	-	19,742,637.19	-	-	-

The financial instruments are categorized into two levels based on the inputs used to arrive at fair value measurements as described below:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities; and

Level 2: Inputs other than the quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

Foreign Currency Risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. As at each reporting date, the Company does not have exposure in foreign currency, therefore it is not exposed to currency risk.

Interest Rate Risk

The exposure of the company's borrowing to interest rate changes at the end of the reporting period are as follows:

Particulars	For the year ended 31 st March, 2020	For the year ended 31 st March, 2019
- Borrowings	87,748,808.57	83,271,980.83

Interest Rate Sensitivity

Impact of Interest Expenses for the year on 1% change in Interest Rate

Particulars	Changes in Interest Rate	Effect on Profit and Loss	Effect on Equity
For the year ended 31 st March, 2020	1.00%	(877,488.09)	(877,488.09)
	-1.00%	877,488.09	877,488.09
For the year ended 31 st March, 2019	1.00%	(832,719.81)	(832,719.81)
	-1.00%	832,719.81	832,719.81

Credit Risk

Credit Risk refers to the risk of default on its obligation by the counterparty resulting in a financial loss. The maximum exposure to the credit risk at the reporting date is primarily from trade receivables amounting to Rs. 83,93,491.05 and Rs. 97,53,496.93 Lacs as of 31st March, 2020 and 31st March, 2019 respectively. Trade Receivables are typically unsecured and are derived from revenue earned from customers. Credit Risk has always been managed by the Company through credit approvals, establishing credit limits and continuously monitoring the creditworthiness of customers to which the Company grants credit terms in the normal course of business.

Liquidity Risk

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

Maturity Profile of Loans and Other Financial Liabilities as on 31st March, 2020

Particulars	Below 1 Year	1 - 3 Years	Above 3 Years	Total
- Borrowings	35,348,065.35	-	52,400,743.22	87,748,808.57
- Other Financial Liabilities	800,000.00	-	-	800,000.00
- Trade Payables	19,838,854.75	-	-	19,838,854.75

Maturity Profile of Loans and Other Financial Liabilities as on 31st March, 2019

Particulars	Below 1 Year	1 - 3 Years	Above 3 Years	Total
- Borrowings	35,944,272.32	-	47,327,708.51	83,271,980.83
- Other Financial Liabilities	-	-	-	-
- Trade Payables	19,742,637.19	-	-	19,742,637.19

**34. Contingent Liabilities**

Particular	(Rs. in Lacs)	
	2019-20	2018-19
Sales tax Dues for FY 2008-09, 2009-10, 2010-11, 2011-12, 2012-13, 2013-14, 2014-15 (Net of relief under amnesty scheme).	231.78	44.69
Stamp Duty (Interest Rs. 14,18,860) Duty of Rs. 13,91,040 paid on 29/09/2016. (Notice received in April 2016, not disputed and payment was made except for the interest amount, request letter for waiver of interest on stamp duty submitted).	14.19	14.19
Penalty/Interest on cess payable for the period 2007-2008 to Navi Mumbai Municipal Corporation. (Notice of Demand was received on 22.08.2019 for cess payment of Rs. 78,303 along with Penalty/Interest on the same of Rs. 3,14,860. Company has made the payment of Cess liability of Rs. 78,303 on 10.02.2020).	3.15	-
Total	249.12	58.88

35. Segment Reporting

The Company's operation predominantly relates to manufacturing and selling of scrub pads, scrubber & other household cleaning related items and is the only operating segment of the Company. The Chief Operating Decision Maker (CODM) reviews the operations of the Company as one operating segment. Hence no separate segment information has been furnished herewith.

The Company operates in one geographic segment namely "within India" and hence no separate information for geographic segment wise disclosure is required.

36. Corporate Social Responsibility

- CSR amount required to be spent as per Section 135 of the Companies Act, 2013 read with Schedule VII thereof by the Company during the year is Rs. Nil (Previous Year Rs. Nil).
- Expenditure related to Corporate Social Responsibility is Rs. Nil (Previous Year Rs. Nil).

37. Gratuity Plans**Gratuity payable to employees**

The Company's liabilities under the Payment of Gratuity Act, 1972 are determined on the basis of actuarial valuation made at the end of each reporting period using the projected unit credit method.

The gratuity benefit is provided through funded plan and annual contributions are charged to the statement of profit and loss. Under the scheme, the settlement obligation remains with the Company. Company accounts for the liability for future gratuity benefits based on an actuarial valuation. The net present value of the Company's obligation towards the same is actuarially determined based on the projected unit credit method as at the Balance Sheet date.

Discount rate

Discount Rate for this valuation is based on government bonds having similar term to duration of liabilities. Due to lack of a deep and secondary bond market in India, government bond yields are used to arrive at the discount rate.

Mortality/ disability

If the actual mortality rate in the future turns out to be more or less than expected then it may result in increase / decrease in the liability.

Employee turnover/Withdrawal rate

If the actual withdrawal rate in the future turns out to be more or less than expected then it may result in increase / decrease in the liability.

Salary escalation rate

More or less than expected increase in the future salary levels may result in increase / decrease in the liability.

(I) Principal assumptions used for the purposes of the actuarial valuations

Period	FY 2019-20
Discount rate	7.00 % per annum
Salary Growth Rate	5.00 % per annum
Mortality	IALM 2012-14
Withdrawal rate (Per Annum)	5.00% p.a.

(ii) Changes in Present Value of Obligations:

Period	FY 2019-20
Present value of the obligation at the beginning of the period	7,79,181
Interest cost	54,543
Current service cost	1,10,857
Past Service Cost	0
Benefits paid (if any)	0
Actuarial (gain)/loss	21,357
Present value of the obligation at the end of the period	9,65,938

(iii) Bifurcation of total Actuarial (gain) / loss on liabilities

Period	FY 2019-20
Actuarial gain / losses from changes in Demographics assumptions (mortality)	Not Applicable
Actuarial (gain)/ losses from changes in financial assumptions	64,045
Experience Adjustment (gain)/ loss for Plan liabilities	(42,688)
Total amount recognized in other comprehensive Income	21,357

(iv) Amount recognized in the Balance Sheet

Period	As on: 31-03-2020
Present value of the obligation at the end of the period	9,65,938
Fair value of plan assets at end of period	0
Net liability/(asset) recognized in Balance Sheet and related analysis	9,65,938
Funded Status - Surplus/ (Deficit)	(9,65,938)

(v) Expense recognized in the Statement of Profit and Loss

Period	FY 2019-20
Interest cost	54,543
Current service cost	1,10,857
Past Service Cost	0
Expected return on plan asset	(0)
Expenses to be recognized in P&L	1,65,400

(vi) Expense recognized in Other comprehensive income

Period	FY 2019-20
Cumulative unrecognized actuarial (gain)/loss opening. B/F	(66,677)
Actuarial (gain)/loss - obligation	21,357
Actuarial (gain)/loss - plan assets	0
Total Actuarial (gain)/loss	21,357
Cumulative total actuarial (gain)/loss. C/F	(45,320)

(vii) Current Liability (Expected payout in next year as per schedule III of the Companies Act, 2013):

Period	As on: 31-03-2020
Current Liability (Short Term)*	60,374
Non-Current Liability (Long Term)	9,05,564
Total Liability	9,65,938

**(viii) Reconciliation of liability in balance sheet**

Period	FY 2019-20
Opening gross defined benefit liability/ (asset)	7,79,181
Expenses to be recognized in P&L	1,65,400
OCI- Actuarial (gain)/ loss-Total current period	21,357
Benefits paid (if any)	0
Closing gross defined benefit liability/ (asset)	9,65,938

38. Director's Remuneration for the financial year 2019-20 is Rs. 21.60 Lacs (Previous year 2018-19 is Rs. 21.60 Lacs).
39. The Company has not received any intimation from suppliers regarding their status under the "Micro, Small and Medium Enterprises Development Act, 2006" and hence disclosures, if any, relating to amounts unpaid as at the year end together with interest paid / payable as required under the said Act have not been furnished.
40. Investments, Current Assets, Non-current Financial Assets, Loans and Advances (assets) have a value on realization in the ordinary course of business at least equal to the amount at which they are stated in the accounts, except otherwise stated.
41. Sundry Debtors, Sundry Creditors, Deposits and Loans and Advances (debit or credit balances on whatever account) are subject to confirmation from parties / authorities concerned and reconciliation. The effect, if any, will be provided on final reconciliation / determination with parties.
42. Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification.

As per our Report of even date attached

For N S Gokhale & Co., Chartered Accountants

ICAI Firm Registration Number-103270W

Abhay Sidhaye

Partner

Membership No.-033502

UDIN: 20033522AAAAW9314

Thane, July 31, 2020

Vishal Kampani

Managing Director

DIN:03335717

Ravindrakumar Sharma

Chief Financial Officer

For and on behalf of the Board

Rajiv Kharbhandia

Chairman

DIN: 03140444

Mustafa Badami

Company Secretary

Membership No.-30133

Navi Mumbai, July 31, 2020

Additional Informations**A Quantitative Data's in respect of Trading Companies- The Items had been regrouped/rearranged due to Cost audit conducted during the earlier financial**

Particulars		Quantity				2020	2019
Class of Goods	Year	Units	Opening Stock	Purchases / Production	Sales / Consumptions	Closing Stock	Closing Stock Value (₹)
Finished Goods	2020	Pcs	109,439	4,710,081	4,688,590	130,930	1,806,453.43
Finished Goods	2019	Pcs	95,227	5,432,051	5,417,839	109,439	1,114,627.58
x	x	x	x	x	x	x	x
Raw Materials	2020	Kgs	128,580	191,993	220,244	100,329	39,257,239.78
Raw Materials	2019	Kgs	120,615	195,125	187,160	128,580	
Raw Materials	2020	Pcs	2,662,818	8,512,730	8,201,783	2,973,765	
Raw Materials	2019	Pcs	1,623,996	9,691,064	8,652,242	2,662,818	
Raw Materials	2020	Pkt	17,945	3,777	6,112	15,610	
Raw Materials	2019	Pkt	18,980	3,868	4,903	17,945	
Raw Materials	2020	Roll	1	-	-	1	
Raw Materials	2019	Roll	1	-	-	1	
x	x	x	x	x	x	x	x
Packing Materials	2020	Carton	8	2	-	10	13,267,118.53
Packing Materials	2019	Carton	2	6	-	8	
Packing Materials	2020	Kgs	4,560	6,622	9,658	1,523	
Packing Materials	2019	Kgs	22,359	7,619	25,417	4,560	
Packing Materials	2020	Mtr	-	906	-	906	
Packing Materials	2019	Mtr	-	-	-	-	
Packing Materials	2020	Nos	61,164	20,066	845	80,385	
Packing Materials	2019	Nos	28,422	32,995	253	61,164	
Packing Materials	2020	Pcs	4,948,559	4,354,439	4,413,056	4,889,942	
Packing Materials	2019	Pcs	5,094,889	4,126,372	4,272,702	4,948,559	
Packing Materials	2020	Roll	15,092	-	7,394	7,698	
Packing Materials	2019	Roll	10,048	5,044	-	15,092	
Packing Materials	2020	Yards	2,000	-	-	2,000	
Packing Materials	2019	Yards	2,000	-	-	2,000	
Aggregates Total	2020	-	-	-	-	-	47,620,914.10
Aggregates Total	2019	-	-	-	-	-	53,638,985.89

B Transfer to reserves for Contingency, Specific Liability, etc., - Not Applicable

C Transfer from reserves for Contingency, Specific Liability, etc., - Not Applicable

D Transfer to provisions for Contingency, Specific Liability, etc., - Not Applicable

E Transfer from provisions for Contingency, Specific Liability, etc., - Not Applicable

F Dividend from Subsidiary companies - Not Applicable, as no holding-subsidiary relationship exists

G Provisions for losses of subsidiary companies - Not Applicable, as no holding-subsidiary relationship exists



H Import of goods

a. Value of Imports calculated on CIF basis:

		₹ 2019-20	₹ 2018-19
(i)	Raw materials	19,156,838.58	34,685,254.79
(ii)	Components, and spare parts	-	-
(iii)	Capital goods	-	-
		19,156,838.58	34,685,254.79

b. Expenditure in foreign currencies

		₹ 2019-20	₹ 2018-19
(i)	Travelling Expenses	115,700.00	906,256.00
(ii)	Other Expenses	-	-

c. Value of imported and indigenous components, spare parts purchases

	Materials & Components (Purchases)	2019-20		2018-19	
		%	₹	%	₹
(i)	Imported into India	25.68%	19,156,838.58	38.60%	34,685,254.79
(ii)	Indigenous	74.32%	55,440,654.85	61.40%	55,167,378.57
		100.00%	74,597,493.43	100.00%	89,852,633.36

I Dividend remittance to NRI - Not Applicable

	2019-20		2018-19	
	-	-	-	-

J Earnings in Foreign currencies (on accrual basis)

	2019-20		2018-19	
	%	₹	%	₹
Export of goods or services on FOB basis	-	-	-	-

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NOTES



Yuvraaj Hygiene Products Limited

CIN: L74999MH1995PLC220253

Regd Off: Plot No. A-650, 1st Floor, TTC Industrial Estate, MIDC, Pawane Village, Mahape, Navi Mumbai 400 705

Phone: 022-27784491, Email: yhpl@hic.in, Website: www.hic.in

FOR KIND ATTENTION OF SHAREHOLDERS

Dear Member,

As per the provisions of Section 88 of the Companies Act, 2013 read with Companies (Management & Administration) Rules, 2014, the Company needs to update its 'Register of Members' to incorporate certain new details, as required under the said provisions. Further, as per the "Green Initiative in the Corporate Governance" initiated by the Ministry of Corporate Affairs (MCA), vide its Circular No. 17/2011 dated 21st April, 2011, the Company proposes to send all the notices, documents including Annual Report in electronic form to its members.

We, therefore request you to furnish the following details for updation of Register of Members and enable the Company to send all communication to you through electronic mode:

Registered Folio/DP ID & Client ID	
Name of the Shareholder(s)	
Father's/Mother's/Spouse's Name	
Address (Registered Office Address in case the Member is a Body Corporate)	
E-mail ID	
PAN or CIN(in case of Body Corporate)	
UIN (Aadhar Number)	
Occupation	
Residential Status	
Nationality	
In case member is a minor, name of the guardian	
Date of birth of the Member	

Place: _____

Date: _____

Signature of the Member

Kindly submit the above details duly filled in and signed at the appropriate place to the Registrar & Share Transfer Agent of the Company viz. "CIL Securities Limited, 214, Raghava Ratna Towers, Chirag Ali Lane, Abids, Hyderabad – 500 001."

The E-mail ID provided shall be updated subject to successful verification of your signature. The members may receive Annual Reports in physical form free of cost by post by making request for the same.

Thanking you,

For Yuvraaj Hygiene Products Limited

Vishal Kampani
Managing Director
DIN: 03335717

Yuvraaj Hygiene Products Limited.

Regd Off: Plot No.A-650, 1st Floor, TTC Industrial Estate,
MIDC, Pawane Village, Mahape,
Navi Mumbai - 400 705