

**49th
ANNUAL REPORT
2020-2021**



perfectpac limited



CORPORATE INFORMATION

BOARD OF DIRECTORS

Shri Rajendra Kumar Rajgarhia
Chairman

Shri Sanjay Rajgarhia
Managing Director

Shri Harpal Singh Chawla
Independent Director

Smt. Ruchi Vij
Independent Director

COMPANY SECRETARY AND COMPLIANCE OFFICER

Ms. Shefali Chauhan

REGISTERED OFFICE

910, Chiranjiv Tower, 43,
Nehru Place, New Delhi-110019
Tel: 011-26441015-18
Email: complianceofficer@perfectpac.com

WEBSITE

www.perfectpac.com

STATUTORY AUDITORS

VSSA & Associates,
Chartered Accountants,
A-1/255, Safdarjung Enclave,
New Delhi-110029

INTERNAL AUDITORS

Sapra Sharma & Associates LLP,
Chartered Accountants,
23, Prakash Apartments, 5, Ansari Road,
Darya Ganj, New Delhi-110002

BANKERS

Kotak Mahindra Bank

REGISTRAR AND SHARE TRANSFER AGENT

Skyline Financial Services Pvt Ltd
D-153A, 1st Floor, Okhla Industrial Area,
Phase-I, New Delhi-110020
Tel: 011-40450193-97
Email: admin@skylinerta.com

CORPORATE IDENTITY NUMBER

L72100DL1972PLC005971

STOCK EXCHANGE

BSE Limited
Calcutta Stock Exchange Limited

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NOTICE

NOTICE is hereby given that the 49th Annual General Meeting (AGM) of the Members of **Perfectpac Limited** will be held on **Tuesday, the 28th day of September, 2021 at 03:00 P.M.**, through Video Conferencing ("VC") / Other Audio-Visual Means ("OAVM") to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended March 31, 2021, together with the Reports of the Board of Directors and Auditors thereon.
2. To appoint a Director in place of Shri Rajendra Kumar Rajgarhia (DIN: 00141766), who retires by rotation and being eligible, offers himself for re-appointment.

By order of the Board

Registered Office:

910, Chiranjiv Tower,
43-Nehru Place, New Delhi-110019
CIN: L72100DL1972PLC005971
Tel: 011-26441015-18
Email: complianceofficer@perfectpac.com
Website: www.perfectpac.com

Shefali Chauhan
Company Secretary
M. No.: 60229

Place : New Delhi
Dated : July 28, 2021

NOTES:

1. In view of the ongoing COVID-19 pandemic, the Ministry of Corporate Affairs (MCA) vide its General Circular No. 14/2020 dated April 8, 2020, General Circular No. 17/2020 dated April 13, 2020, General Circular No. 20/2020 dated May 5, 2020, General Circular No. 22/2020 dated June 15, 2020, General Circular No. 33/2020 dated September 28, 2020, General Circular No. 39/2020 dated December 31, 2020 and Circular No. 02/2021 dated January 13, 2021 (collectively "MCA Circulars") and Securities and Exchange Board of India ("SEBI") vide its circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated May 12, 2020 and circular No. SEBI/HO/CFD/CMD2/CIR/P/2021/11 dated January 15, 2021 (collectively "SEBI Circulars"), have permitted companies to conduct AGM through VC or OAVM, subject to compliance of various conditions mentioned therein. In compliance with the aforesaid MCA Circulars and SEBI Circulars and the applicable provisions of Companies Act, 2013 and rules made thereunder, and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the 49th AGM of the Company is being convened and conducted through VC / OAVM. The registered office of the Company shall be deemed to be the venue for the AGM.
2. Information and facts as specified in the Regulations 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standard-2 (SS-2) on "General Meetings" issued by the Institute of Company Secretaries of India, in respect of Directors seeking re-appointment at this AGM are also annexed to this Notice.
3. Since this AGM is being held pursuant to the MCA Circulars and SEBI 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, Attendance Slip and route map of the AGM are not annexed to this Notice.
4. Attendance of the Members participating in the AGM through VC/OAVM facility shall be counted for the purpose of reckoning the quorum under Section 103 of the Act.
5. Relevant documents referred to in the Annual Report including Notice of AGM is available electronically for inspection without any fee by the members from the date of circulation of this Notice up to the date of AGM. Members seeking to inspect such documents can send an email to complianceofficer@perfectpac.com.

6. In case of joint holders attending the AGM, 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.
7. Pursuant to Section 72 of the Companies Act, 2013 read with Rule 19(1) of Companies (Share Capital and Debentures) Rules, 2014, members of the Company may nominate a person in whom the shares held by him/ them shall vest in the event of his/ their unfortunate death. Accordingly, members holding shares in physical form, desirous of availing this facility may submit nomination in Form SH-13 to RTA of the Company. In respect of shares held in dematerialised form, the nomination form may be filed with the concerned Depository Participant.
8. The Notice of AGM and Annual Report will be sent to those Members / beneficial owners whose name will appear in the Register of Members / list of Beneficial Owners received from the Depositories as on **Friday, August 27, 2021**.
9. The Register of Members and Share Transfer Books of the Company will remain closed from **Tuesday, September 21, 2021 to Tuesday, September 28, 2021** (both days inclusive) for the purpose of Annual General Meeting.
10. All shares and dividend related correspondence may be sent to Registrar and Transfer Agent ('RTA') at the following address:

Skyline Financial Services Private Limited

(Unit: Perfectpac Limited)

D-153 A, 1st Floor, Okhla Industrial Area,

Phase-I, New Delhi-110020

Tel: 011-40450193-97

Email: admin@skylinerta.com

In all correspondence, please quote your DP ID & Client ID or Folio Number.

11. Change of Address or Other Particulars

Members are requested to intimate change, if any, in their name, address (with PIN Code), telephone/mobile numbers, E-mail ID, Permanent Account Number (PAN), nominations, mandate instructions, bank details such as name of the bank and branch details, bank account number, MICR code, IFSC etc. under the signature of the registered holder(s) to:

- RTA of the Company in respect of shares held in physical form; and
 - The Depository Participants in respect of shares held in electronic form.
12. As per Regulation 40 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, securities of listed Companies can be transferred only in dematerialized form with effect from April 1, 2019, except in case of request received for transmission or transposition of securities. 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 consider converting their holdings into dematerialized form. Members can contact the Company or Company's RTA, Skyline Financial Services Private Limited for assistance in this regard.
 13. In compliance with the aforesaid MCA Circulars and SEBI Circulars, Notice, inter-alia, explaining the manner of attending AGM through VC/ OAVM and electronic (e-voting) voting along with the Annual Report for the Financial Year 2020-21 is being sent only through electronic mode to those Members whose e-mail addresses are registered with the Company or Depository Participants or Registrar and Transfer Agents ('RTA') of the Company, Skyline Financial Services Private Limited. Members may note that the Notice and Annual Report 2020-21 will also be available on Company's [website www.perfectpac.com](http://www.perfectpac.com) and website of the stock exchange i.e. BSE Limited at www.bseindia.com and Calcutta Stock Exchange Limited at www.cse-india.com and on the website of National Securities Depository Limited ('NSDL') at www.evoting.nsdl.com.
 14. Queries on the Annual Report and operations of the Company, if any, may please be sent to the Company at least seven days prior to the date of the AGM so that answers may be provided at the Meeting.
 15. During the AGM, Members may access the scanned copy of:
 - (i) Register of Directors and Key Managerial Personnel and their shareholding maintained under Section 170 of the Act; and
 - (ii) Register of Contracts or arrangements in which Directors are interested under Section 189 of the Act. or any other document as may be required.

16. The Company has a dedicated E-mail address complianceofficer@perfectpac.com for members to mail their queries or lodge complaints, if any. We will endeavor to reply to your queries at the earliest.

The Company's website www.perfectpac.com has a dedicated section on Investors.

17. Process for those Shareholders whose email address are not registered

Members, who are holding shares in physical/ electronic form and their e-mail addresses are not registered with the Company/ Depository Participants, are requested to register their e-mail addresses at the earliest by sending scanned copy of a duly signed letter by the Member(s) mentioning their name, complete address, folio number, number of shares held with the Company along with self attested scanned copy of the PAN Card and self-attested scanned copy of any one of the following documents viz., Aadhaar Card, Driving Licence, Election Card, Passport, utility bill or any other Government document in support of the address proof of the Member as registered with the Company for receiving the Annual Report of FY 2020-21 along with Notice of AGM by email to complianceofficer@perfectpac.com or admin@skylinerta.com. Members holding shares in demat form can update their email address with their Depository Participants.

18. **Instructions for e-Voting and joining the AGM are as follows:**

To comply with the provisions of Section 108 of the Act and Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended up to date and Regulation 44 of the Listing Regulations read with 'MCA Circulars', the Company is pleased to provide the facility to the Members to cast their votes, electronically through remote e-voting (prior to AGM) and e-voting (during the AGM) services provided by NSDL on all resolutions set forth in this Notice.

A. Instructions for Remote E-Voting prior to the AGM

- I. The remote e-Voting period commences at **9:00 A.M. (IST)** on **Saturday, September 25, 2021** and ends at **5:00 P.M. (IST)** on **Monday, September 27, 2021**. During this period, members of the Company holding shares either in physical form or in dematerialized form, as on the Cut-off date **Wednesday, September 22, 2021** ("Cutoff date"), may cast their vote by remote e-Voting. No remote e-Voting shall be allowed beyond the aforesaid date and time and remote e-Voting module shall be disabled by NSDL upon expiry of the aforesaid period. Once the vote on a resolution is cast by the member, the member shall not be allowed to change it subsequently.
- II. The Members who have cast their vote by remote e-voting prior to the AGM may also attend and participate in the AGM through VC/ OAVM means, but shall not be entitled to cast their e-vote again.
- III. The voting rights of Members shall be in proportion to their shares in the paid-up equity share capital of the Company as on the cut-off date should treat this Notice for information purpose only.
- IV. Any person, who acquire shares and become Member of the Company after the date of electronic dispatch of the Notice and holding shares as on the cut-off date i.e. September 22, 2021, may obtain the login ID and password by sending a request at evoting@nsdl.co.in. However, if they are already registered with NSDL for remote e-voting then they can use their existing User ID and password to cast the vote.
- V. **How do I vote electronically using NSDL e-Voting system?** The way to vote electronically on NSDL e-Voting system consists of "Two Steps" which are mentioned below:-

Step 1: Access to NSDL e-Voting system

Step 2: Cast your vote electronically and join virtual meeting on NSDL e-Voting system

Details on Step 1 is mentioned below:

1. **Login method for remote e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode.**

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

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

Type of shareholders	Login Method
<p>Individual Shareholders holding securities in demat mode with NSDL.</p>	<ol style="list-style-type: none"> 1. NSDL IDeAS facility <p>If you are already registered for the NSDL IDeAS facility</p> <ol style="list-style-type: none"> (a) Please visit the e-Services website of NSDL Viz. https://eservices.nsd.com either on a Personal Computer or on a mobile. (b) On the e-Services home page click on the “Beneficial Owner” icon under “Login” which is available under ‘IDeAS’ section, (c) A new screen will open. You will have to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. (d) Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. (e) Click on company name or e-Voting service provider i.e. NSDL and you will be re-directed to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. <p>If you are not registered for IDeAS e-Services</p> <p>The option to register is available at https://eservices.nsd.com. Select “Register Online for IDeAS Portal” or click at https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp</p> 2. E-voting website of NSDL <ol style="list-style-type: none"> (a) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsd.com/ either on a Personal Computer or on a mobile. (b) Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. (c) A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. (d) After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.
<p>Individual Shareholders holding securities in demat mode with CDSL</p>	<ol style="list-style-type: none"> 1. Existing users who have opted for Easi / Easiest, they can login through their user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or www.cdslindia.com and click on New System Myeasi. 2. After successful login of Easi/Easiest the user will be also able to see the E Voting Menu. The Menu will have links of e-Voting service provider i.e. NSDL. Click on NSDL to cast your vote. 3. If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration

	4. Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN No. from a link in www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the demat Account. After successful authentication, user will be provided links for the respective ESP i.e. NSDL where the e-Voting is in progress.
Individual Shareholders (holding securities in demat mode) login through their depository participants	<ol style="list-style-type: none"> 1. You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. 2. Once logged on you will be able to see e-Voting option. Click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. 3. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

Important Note:-

Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at above mentioned website.

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

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

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

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

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile.
2. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section.
3. A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen.

Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.

4. Your User ID details are given below :

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID For example if your Beneficiary ID is 12***** then your user ID is 12*****
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

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

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

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

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

7. After entering your password, tick on Agree to “Terms and Conditions” by selecting on the check box.
8. Now, you will have to click on “Login” button.
9. After you click on the “Login” button, Home page of e-Voting will open.

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

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

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

Process for procuring user ID and password for e-voting for those shareholders whose email ids are not registered with the depositories / Company

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

B. Instructions for E-Voting during the AGM

- I. The procedure for e-voting during the AGM is same as the instructions mentioned above for remote e-voting.
- II. Only those Members, who will be present at the AGM through VC/ OAVM facility and have not cast their vote on the resolutions through remote e-voting and are otherwise not barred from doing so, shall be eligible to vote through e-voting system during the AGM.

C. Instructions for attending the AGM through VC/OAVM

- I. Member will be provided with a facility to attend the AGM through VC/OAVM through the NSDL e-Voting system. Members may access by following the steps mentioned above for Access to NSDL e-Voting system. After successful login, you can see link of "VC/OAVM link" placed under "Join General meeting" menu against company name. You are requested to click on VC/OAVM link placed under Join General Meeting menu. The link for VC/OAVM will be available in Shareholder/Member login where the EVEN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush.
- II. The Members will be allowed to join the AGM through VC/ OAVM facility, fifteen (15) minutes before the scheduled time of commencement of the AGM and shall be kept open throughout the proceedings of the AGM. The facility of participation at the AGM through VC/ OAVM will be made available to atleast 1,000 members on first come- first-served basis. The large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors, etc. can attend the AGM without any restriction on account of first-come-first-served basis.
- III. For ease of conduct, the Company is pleased to provide two way video conferencing facility to the Members who would like to express their views/ ask questions at the AGM. The Members may register themselves atleast seven (7) days in advance as a speaker by sending their request along with questions from their registered email address mentioning their name, DP ID and Client ID/ folio number, PAN, mobile number at complianceofficer@perfectpac.com. Those members who have registered themselves as a speaker will only be allowed to express their views/ ask questions at the AGM. The Company reserves the right to restrict the number of speakers depending on the availability of time for the AGM. Members who do not wish to speak during the AGM but have queries regarding financial statements or other matters may send their queries seven (7) days before the AGM mentioning their name, DP ID and Client ID/ folio number, PAN, mobile number at complianceofficer@perfectpac.com. These queries will be replied by the Company suitably by email.
- IV. Members who need assistance before or during the AGM, can contact Skyline Financial Services Private Limited on admin@skylinerta.com or contact@skylinerta.com or contact Ms. Meenakshi or Ms. Anu, Phone no: 011-26812682, 40450193 to 97.

19. General Guidelines for shareholders:

1. Institutional/ Corporate members (i.e. other than individuals, HUF, NRI, etc.) are required to send a scanned copy (PDF/JPG Format) of its Board Resolution/ Authorisation Letter, etc. authorizing its representative to attend the AGM through VC/ OAVM on its behalf and to vote through e-voting. The said resolution/ authorization shall be sent to the Scrutinizer by email to contact@csrsm.com with a copy marked to evoting@nsdl.co.in.
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "Forgot User Details / Password?" or "Physical User Reset Password?" option available on www.evoting.nsdl.com to reset the password.
3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of www.evoting.nsdl.com or call on toll free no.: 1800-1020-990/1800-224-430 or send a request at evoting@nsdl.co.in.

4. In case of any queries or grievances relating to e-Voting, you may contact Ms. Sarita Motte, Authorised Person, NSDL, Trade World, 4th Floor, Kamala Mills Compound, Senapati Bapat Marg, Lower Parel, Mumbai-400013, India through e-mail at evoting@nsdl.co.in or on Toll Free No.: 1800-222-990 OR Ms. Meenakshi, Authorised Person, Skyline Financial Services Private Limited, D-153 A, 1st Floor, Okhla Industrial Area, Phase-I, New Delhi-110020., India through email at admin@skylinerta.com or on Telephone No.: 011-40450193-97.

20. Other Instructions:

1. The Board of Directors has appointed Mr. Ravi Sharma (FCS No. 4468, C.P. No.: 3666), and/or Ms. Suman Pandey (FCS No. 7606, C.P. No.: 8404) Partners of M/s. RSM & Co., Company Secretaries, has been appointed as 'Scrutinizer' to scrutinize the process of e-voting during the AGM and remote e-voting held before the AGM in a fair and transparent manner.
2. The Scrutinizer shall after the conclusion of e-voting at the AGM, unblock the votes cast through remote e-voting and e-vote cast during the AGM and shall make, not later than 2 working days of the conclusion of the AGM, a consolidated Scrutinizer's Report of the total e-votes cast in favour or against, if any, to the Chairman or a person authorised by him in writing, who shall countersign the Scrutinizer's Report and declare the result of the voting forthwith.
3. The results of voting will be declared from the conclusion of the AGM i.e. on or before September 30, 2021 and the result declared along with the report of the Scrutinizer shall be placed on the website of the Company and on the website of NSDL immediately after declaration of result by the Chairman or a person authorised by him and the result shall also be communicated to the Stock Exchange.
4. Subject to receipt of requisite number of votes, the resolutions shall be deemed to be passed at the AGM scheduled to be held on Tuesday, September 28, 2021.

ANNEXURE TO THE NOTICE**DETAILS OF DIRECTOR SEEKING RE-APPOINTMENT**

[IN PURSUANCE OF SECRETARIAL STANDARD ON GENERAL MEETINGS (SS-2) & REGULATION 36(3) OF SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015]

Particulars	Item No. 2
Name of the Director	Shri Rajendra Kumar Rajgarhia
Director Identification Number (DIN)	00141766
Date of Birth	August 14, 1938
Age	82 Years
Nationality	Indian
Date of first Appointment on Board	April 01, 1973
Qualification	B. Com
Brief resume including experience, expertise in specific functional areas	Shri Rajendra Kumar Rajgarhia is having experience of 60 years in Investment activities, financing activities, Strategic Planning in capital budgeting and overall decision. He is being appointed as a Director on the Board of the Company since 1973. During the term of his office, the Company has made a steady growth and strengthened its financial position as evidenced in the financial results. Shri Rajendra Kumar Rajgarhia is having over 3 decades of invaluable experience in the line of the business of the Company which is compatible with the Organizational requirements and the Company would definitely benefit under his leadership and valuable guidance.
Terms & Conditions for appointment/re-appointment	On re-appointment he is liable to be retire by rotation.
Details of Remuneration/ Remuneration last drawn	He is eligible to receive sitting fee for attending the Board/ Committee Meetings
Shareholding in Perfectpac Limited (No. & %)	NIL
List of Directorships held in other Companies	- APM Industries Limited - Rajgarhia Leasing and Financial Services Pvt. Ltd.
Members/Chairperson of Committees in Perfectpac Limited	- Member of Nomination and Remuneration Committee
Members/Chairperson of Committees in other Public Companies	- Member of Nomination and Remuneration Committee of APM Industries Limited. - Chairperson in Corporate Social Responsibility Committee of APM Industries Limited
Relationship with other Directors	Shri R. K. Rajgarhia being father of Shri Sanjay Rajgarhia, Managing Director, is related to him. He is not related to any other Director and KMP of the Company
Number of Meetings of the Board attended during the year	Five

By order of the Board

Registered Office:

910, Chiranjiv Tower,
43-Nehru Place, New Delhi-110019
CIN: L72100DL1972PLC005971
Tel: 011-26441015-18
Email: complianceofficer@perfectpac.com
Website: www.perfectpac.com

Shefali Chauhan
Company Secretary
M. No.: 60229

Place : New Delhi
Dated : July 28, 2021

BOARD'S REPORT

To the Members

The Board of Directors are pleased to present the 49th (Forty Ninth) Annual Report of the Company, together with the Audited Financial Statements for the financial year (FY) ended March 31, 2021.

1. FINANCIAL SUMMARY

(Rs. in Lakhs)

Particulars	2020-2021	2019-2020
Total Revenue	6641.48	7354.55
Total Expenses	6533.70	6993.47
Profit Before Tax	107.78	361.08
Less: Tax (including deferred tax)	30.61	100.22
Profit for the period	77.17	260.86
Other Comprehensive Income	4.41	(2.37)
Total comprehensive profit for the year	81.58	258.49
Paid up Equity Share Capital (Face Value of Rs. 10/- per Share)	133.26	133.26
Basic and Diluted EPS	5.79	19.58

2. STATE OF COMPANY AFFAIRS & OPERATIONS

Your Company is engaged in the manufacture of packaging material and operates in one sector only. For the year ended 31st March 2021, the total revenue was Rs. 6641.48 lakhs as against Rs. 7,354.55 lakhs in the previous year and net profit after tax was Rs. 77.17 lakhs as against Rs. 260.86 lakhs. The working results of the Company were severely affected by the Covid induced lock downs, both domestic and international. These lock downs led to very limited operations in the earlier part of the financial year and thereafter to an unprecedented sharp increase and volatility in raw material prices on the back of severe shortages of the same.

During the current year there is some improvement in the overall situation and your Directors are hopeful of improved working results in the current year, barring any unforeseen circumstances.

3. CHANGE IN THE NATURE OF BUSINESS, IF ANY

There is no change in the nature of business of your Company during the year under review.

4. COVID-19

The spread of Covid-19 pandemic is having an unprecedented impact on the lives of people and also the economy. The Company has evaluated the possible effects of the pandemic on the Company in the preparation of its financial results including the carrying amounts of fixed and current assets and its liquidity position. The Company expects that the carrying amount of these will be recovered and that the Company has sufficient liquidity to fund its business operations. However, as the situation is constantly evolving, the eventual impact of the pandemic may be different from the estimates made as on the date of approval of these financial results.

The Company is closely monitoring the COVID situation and its impact and taking necessary steps to protect the interests of its stakeholders.

5. TRANSFER TO RESERVES

No transfer to reserve has been done in Financial Year 2020-21. The Company proposes to retain the entire amount of profits in the Profit and Loss Account.

6. EXPANSION AND MODERNIZATION

The Company is carrying on with its expansion and modernization program with a long term view of improvement in quality, productivity and capacity and reducing costs.

7. DIVIDEND

In view of the need to conserve financial resources, your Directors have not recommended any dividend for the FY 2020-21.

8. CAPITAL STRUCTURE**Authorised Share Capital**

The Authorised Equity Share Capital of the Company as at March 31, 2021 was Rs. 2,00,00,000/- comprising of 20,00,000 equity shares of Rs. 10/- each and Preference Shares Capital was Rs. 1,25,00,000/- comprising of 1,25,000 equity shares of Rs. 100 each i.e. total authorised share capital was Rs. 3,25,00,000.

Paid up Share Capital

The Paid-up share capital as at March 31, 2021 stands at Rs. 1,33,19,000/- comprising of 13,31,900 equity shares of Rs. 10/- each fully paid up.

9. SUBSIDIARIES/JOINT VENTURES/ASSOCIATE COMPANIES

The Company doesn't have any subsidiary, joint venture or associate company.

10. DIRECTORS AND KEY MANAGERIAL PERSONNEL**Appointment, Re-appointment and Resignation**

Shri R K Rajgarhia will retire at the ensuing Annual General Meeting (AGM) and being eligible, has offered himself for re-appointment. The Board recommends his re-appointment to the members in the ensuing AGM. Brief resume of Shri R K Rajgarhia with other details as stipulated in Regulation 36(3) of the SEBI Listing Regulations, 2015, are provided in the Notice convening the 49th AGM.

During the period under review, there was no event of resignation of Directors and Key Managerial Personnel of the Company.

Declaration by Independent Directors

All Independent Directors have given declaration that they meet the criteria of independence with relevant integrity, expertise, experience and proficiency as provided under Section 149 read with Schedule IV of the Act and Regulation 16 of the SEBI Listing Regulations and have also complied with the code of conduct of Directors and Senior Management. They have also given declaration that their names were included in the data bank of Independent Directors being maintained with 'Indian Institute of Corporate Affairs' under Rule 6 (3) of the Companies (Appointment and Qualification of Directors) Rules, 2014.

Annual Performance Evaluation of the Board

A statement on annual evaluation by the Board of its performance and performance of its committees as well as Individual Directors forms part of the Corporate Governance Report attached to this report.

Meetings of the Board

During the year, five (5) meetings of the Board of Directors were held. The details of Board/Committee Meetings and the attendance of Directors are provided in the Corporate Governance Report, attached to this Report.

11. DEPOSIT UNDER CHAPTER V OF THE COMPANIES ACT, 2013

During the year, the Company has not accepted any deposits within the meaning of Section 73 & 76 of the Companies Act, 2013, read with the Rules made thereunder, and therefore, no amount of principal or interest on deposit was outstanding as of the Balance Sheet date.

12. AUDITORS & AUDIT REPORTS**Statutory Auditors**

In terms of the provisions of Section 139 of the Companies Act, 2013, M/s. VSSA & Associates, Chartered Accountants (Firm Registration No. 012421N), were appointed as the Company's Statutory Auditors by the shareholders at their 45th AGM held on September 18, 2017, for a period of five years i.e. till the conclusion of 50th AGM.

The reports of Statutory Auditors on Financial Statements for the financial year 2020-21 forms part of the Annual Report. There are no qualifications, reservations, adverse remarks, disclaimer or emphasis of matter in the Auditors' Reports.

Secretarial Auditor

In terms of provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company had appointed M/s. RSM & Co., Company Secretaries, to undertake the Secretarial Audit of the Company for the financial year ended March 31, 2021. The Secretarial Audit Report is attached as **Annexure-1** to this report and does not contain any qualification, reservation or adverse remark or disclaimer.

The Board has re-appointed M/s. RSM & Co., Company Secretaries (ICSI Firm Registration No.: P1997DE017000), as Secretarial Auditors of the Company for FY 2021-22.

Internal Auditor

In terms of provisions of Section 138 of the Companies Act, 2013, the Board of Directors has re-appointed M/s Sapra Sharma & Associates., LLP (Firm Registration No. 002682N), as Internal Auditors of the Company, for the FY 2021-22.

13. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 134 of the Companies Act, 2013, with respect to Directors' Responsibility Statement, it is hereby confirmed that:

- in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- the Directors had 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 FY i.e. March 31, 2021 and of the profit and loss of the Company for the year ended March 31, 2021;
- the Directors had 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 had prepared the annual accounts on a going concern basis;
- the Directors had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively,

Based on the framework of internal financial controls for financial reporting and compliance systems established and maintained by the Company, work performed by the internal, statutory and secretarial auditor and the reviews performed by the management and the relevant Board committees, including the Audit Committee, the Board is of the opinion that the Company's internal financial controls were adequate and effective during the FY 2020-21; and

- the Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

14. INTERNAL FINANCIAL CONTROLS

The details on Internal Financial Control System and their adequacy are provided in the Management Discussion and Analysis Report of the Company, which forms part of the Annual Report.

15. DETAILS OF FRAUDS REPORTED BY AUDITORS

There were no frauds reported by the Statutory Auditors under the provisions of Section 143(12) of the Companies Act, 2013 and the Rules made there under.

16. DISCLOSURES OF ORDERS PASSED BY REGULATORS OR COURTS OR TRIBUNALS

There were no significant and material orders passed by the regulators or courts or tribunals impacting the going concern status of the Company and its operations in future.

17. COMMITTEES OF BOARD

The Company has the following committees of the Board of Directors as on March 31, 2021 and the details pertaining to such committees are mentioned in the Corporate Governance Report, which forms part of the Annual Report.

- Audit Committee
- Nomination and Remuneration Committee
- Stakeholders Relationship Committee
- Corporate Social Responsibility Committee

18. CORPORATE SOCIAL RESPONSIBILITY

In compliance with the requirements of Section 135 of the Companies Act, 2013 read with the applicable rules made there under, the Company has a duly constituted CSR Committee. The details of the Committee are provided in the Corporate Governance Report of the Company, which forms part of the Annual Report.

The contents of the CSR policy and revised format of CSR Report notified in the Companies (Corporate Social Responsibility Policy) Amendment Rules, 2021 dated January 22, 2021, is attached as **Annexure-2** to this report. CSR policy is also available on the Company's website at <http://perfectpac.com/pdf/Policies/CSR-Policy.pdf>.

19. NOMINATION AND REMUNERATION POLICY

The Company's policy on appointment of Directors is available on the Company's website on http://www.perfectpac.com/pdf/Policies/Nomination_and_Remuneration_Policy.pdf.

The policy on remuneration and other matters provided in Section 178(3) of the Act has been disclosed in the Corporate Governance Report, which is a part of this report.

20. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

The Company had formulated a policy on Related Party Transactions ('RPTs'), dealing with the review and approval of RPTs. Prior omnibus approval is obtained for RPTs which are of repetitive in nature. All RPTs are placed before the Audit Committee for review and approval.

All RPTs entered into during FY 2020-21 were in the ordinary course of business and on arm's length basis. No material RPTs were entered into during FY 2020-21 by the Company as defined in the Policy on RPTs. Accordingly, the disclosure of RPTs as required under Section 134(3)(h) of the Act in Form AOC 2 is not applicable. Your Directors draw attention of the members to Note No. 36 to the Financial Statements which sets out the Related Party disclosures.

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

The prescribed details as required under Section 134(3) (m) of the Companies Act, 2013, read with the Companies (Accounts) Rules, 2014, are annexed as **Annexure-3** to this Report.

22. PARTICULARS OF EMPLOYEES

Disclosure with respect to the remuneration of Directors and Employees as required under Section 197 (12) of the Companies Act, 2013 and Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, as amended, is annexed as **Annexure-4** which forms part of this Report.

As per the provisions of Section 136(1) of the Companies Act, 2013, the Annual Report and the Accounts are being sent to all the members of the Company, excluding the information required under Section 197(12) of the Companies Act, 2013 read with Rule 5(2) and 5(3) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014. The said information is available for inspection at the registered office of the Company during working hours and any Member interested in obtaining said statement may write to the Company Secretary at the registered office of the Company.

23. ANNUAL RETURN

Pursuant to Section 92(3) and Section 134(3)(a) of the Companies Act, 2013, the Company has placed a copy of the Annual Return as at March 31, 2021 on its website at <http://perfectpac.com/pdf/Policies/Annual-Return-2020-2021.pdf>. By virtue of amendment to Section 92(3) of the Companies Act, 2013, the Company is not required to provide extract of Annual Return (Form MGT-9) as part of the Board's Report.

24. CORPORATE GOVERNANCE

As a responsible corporate citizen, the Company is committed to maintain the highest standards of Corporate Governance and believes in adhering to the best corporate practices prevalent globally.

A detailed Report on Corporate Governance pursuant to the requirements of Regulation 34 read with Schedule V of the SEBI Listing Regulations, is attached to this Report as **Annexure-5**. A certificate from the Statutory Auditors confirming compliance with the conditions of Corporate Governance, as stipulated in Clause E of Schedule V to the SEBI Listing Regulations, is attached to the Corporate Governance Report.

The Board Members and Senior Management Personnel have affirmed compliance with the Code of Conduct for Directors and Senior Management for the year ended March 31, 2021. A certificate from the Managing Director confirming the same is attached to the Corporate Governance Report.

A certificate from the Managing Director and CFO confirming correctness of the financial statements, adequacy of internal control measures, etc. is also attached to the Corporate Governance Report.

25. MANAGEMENT DISCUSSION AND ANALYSIS REPORT

The Management Discussion and Analysis Report, as stipulated under SEBI Listing Regulations is attached to this Report as **Annexure-6**.

26. VIGIL MECHANISM / WHISTLE BLOWER POLICY

The details of Vigil Mechanism (Whistle Blower Policy) adopted by the Company have been disclosed in the Corporate Governance Report and forms an integral part of this report.

27. PARTICULARS OF LOAN, GUARANTEES OR INVESTMENTS

The particulars of loans, guarantees and investments as per Section 186 of the Act by the Company, have been disclosed in Notes to the financial statements.

28. MATERIAL CHANGES AND COMMITMENTS

No material change or commitment has occurred after the close of the FY 2020-21 till the date of this Report, which affects the financial position of the Company.

29. COMPLIANCE WITH SECRETARIAL STANDARDS OF INSTITUTE OF COMPANY SECRETARIES OF INDIA

The Company has complied with the Secretarial Standard-1 on 'Meetings of the Board of Directors' and Secretarial Standard-2 on 'General Meetings' issued by the Institute of Company Secretaries of India.

30. BOARD EVALUATION

A statement on annual evaluation by the Board of its performance and performance of its Committees as well as Individual Directors forms part of the Corporate Governance Report attached to this report.

31. DISCLOSURE UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2013

The Company has Zero Tolerance towards any action on the part of any employee which may fall under the ambit of 'Sexual Harassment' at workplace, and is fully committed to uphold and maintain the dignity of every women executive working in the Company.

Hence, the Company has in place a Policy for prevention of Sexual Harassment at the Workplace in line with the requirements of the Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013.

Further, the Company has also constituted Internal Complaints Committee in compliance with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

No case has been reported during the year under review under the policy.

32. COST RECORDS AND AUDIT

Maintenance of cost records and requirement of cost audit as prescribed under the provisions of Section 148(1) of the Companies Act, 2013 are not applicable for the business activities carried out by the Company.

33. INVESTOR SERVICES

In its endeavor to improve investor services, your Company has taken the following initiatives:

- An Investors Section on the website of the Company www.perfectpac.com has been created.
- There is a dedicated e-mail id complianceofficer@perfectpac.com for sending communications to the Company Secretary.
- Disclosure made to the Stock Exchange are promptly uploaded on the website of the Company for information of the Investors.

Members may lodge their requests, complaints and suggestions on this e-mail as well.

34. ACKNOWLEDGMENTS

The Directors thank the Shareholders, Banks, Customers, Vendors and other business associates for the confidence reposed in the Company and its management and look forward to their continued support. The Board places on record its appreciation for the dedication and commitment of the employees at all levels, which has continued to be our major strength. We look forward to their continued support in the future.

For and on behalf of the Board

Place : New Delhi
Date : July 28, 2021

Rajendra Kumar Rajgarhia
Chairman
DIN 00141766

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED ON 31ST MARCH 2021

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

To,

The Members

PERFECTPAC LIMITED

910, Chiranjiv Tower 43

Nehru Place, New Delhi-110019

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **PERFECTPAC LIMITED** (hereinafter called the Company"). The 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 **PERFECTPAC LIMITED'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, 2021 complied with the statutory provisions listed hereunder and also that the Company has proper Board - Processes and Compliance – Mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:-

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 31st March, 2021 according to the provisions of :-

1. The Companies Act, 2013("the Act") and rules made thereunder;
2. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
3. The Depositories Act, 1996 and the Regulations and bye - laws framed thereunder;
4. The 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)
5. 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, 2009; (Not applicable to the Company during the audit period);
 - (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 (Registrar to an Issue and Share Transfer Agents) Regulations, 1993
 - (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.
6. We further report that, having to the compliance system prevailing in the Company and on examination of the relevant documents and records in pursuance thereof, on test check basis, the Company has complied with the laws and Regulations applicable to the Company;
7. We further report that the compliances by the Company of applicable financial laws, like direct and indirect tax laws, has not been reviewed in this Audit since the same have been subject to review by statutory financial audit and other designated professionals.
8. We have also examined compliance with the applicable clauses of Secretarial Standard with regard to meeting of Board of Directors (SS-1) and General Meetings (SS-2) 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.
9. We further report that:-
- The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act;
- Adequate notice is given to all Directors to schedule the Board Meeting, 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; and
- Majority of decisions at Board Meetings and Committee Meetings are carried out unanimously as recorded in the minutes of meetings of the Board of Directors or committee of the Board, as the case may be.
10. We further report that during the audit period, there were no instances of :-
- (i) Public/Rights/Preferential Issue of Shares/Debtenture/Sweat Equity;
 - (ii) Redemption/Buy-back of Securities;
 - (iii) Merger/Amalgamation/Reconstruction etc.;

This report is to be read with our letter of even date which is annexed as “**Annexure-1**” and form an integral part of this report.

For RSM & CO.
Company Secretaries

CS SUMAN PANDEY
Partner

FCS: 7606 | COP No.: 8404

UDIN: F007606C000702135

Peer Review Number: 978/2020

Dated : 28th July, 2021

Place : New Delhi

ANNEXURE-1

The Members
PERFECTPAC LIMITED
910, Chiranjiv Tower 43
Nehru Place, New Delhi-110019

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

1. Due to pandemic situation and entire lockdown in the Country, we have verified the documents virtually and no physical verification was done by us.
2. Maintenance of Secretarial records is the responsibility of the Management of the Company. Our responsibility is to express an opinion on the Secretarial Records based on our audit.
3. 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 verifications were done on the test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
4. We have not verified the correctness and appropriateness of financial and books of accounts of the Company.
5. Wherever required, we have obtained the Management representation about the compliances of Laws, Rules and Regulations and happening of events etc.
6. The compliance of the provisions of corporate and other applicable Laws, rule and regulations, standards is the responsibility of the Management. Our examination was limited to the verification of procedures on test basis.
7. Our 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

For RSM & CO.
Company Secretaries

CS SUMAN PANDEY

Partner

FCS: 7606 | COP No.: 8404

UDIN: F007606C000702135

Peer Review Number: 978/2020

Dated : 28th July, 2021

Place : New Delhi

ANNUAL REPORT ON CSR ACTIVITIES**1. A brief outline on CSR Policy of the Company**

Corporate Social Responsibility ("CSR") at Perfectpac is the commitment of businesses to contribute to sustainable economic development by working with the employees, their families, the local community and the society at large to improve their lives in ways that are good for business and for its development.

In compliance with the provisions of Section 135 of the Companies Act, 2013 (the "Act") read with the Companies (Corporate Social Responsibility Policy) Rules, 2014, the Company has taken the following steps:

- Adoption of CSR Policy which has been placed on the Company's website www.perfectpac.com the web link for the same is <http://perfectpac.com/pdf/Policies/CSR-Policy.pdf>.
- While implementing CSR activities, the Company shall give priority to the area around its manufacturing locations in India.
- The Committee approved the following CSR activities which are in line with Schedule VII to the Act:
 - (a) Promoting Education
 - (b) Promotion of Health Care
 - (c) Empowering Women

2. Composition of CSR Committee

The Composition of the Committee as on March 31, 2021 are as follows:-

S. No.	Name	Designation
1.	Shri Sanjay Rajgarhia	Chairman
2.	Shri Harpal Singh Chawla	Member
3.	Smt. Ruchi Vij	Member

3. The web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the Company

Composition of the CSR committee shared above and is available on the Company's website on http://www.perfectpac.com/pdf/Composition_of_Board_and_committee/Composition%20of%20Board%20and%20Committee.pdf

- CSR Policy and Projects – <http://perfectpac.com/pdf/Policies/CSR-Policy.pdf>.

4. Details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable:- Not Applicable**5. Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any**

S. No.	Financial Year	Amount available for set-off from preceding financial years (in Rs.)	Amount required to be setoff for the financial year, if any (in Rs.)
	-	NIL	NIL

6. Average Net Profit of the Company as per Section 135 (5):- Rs. 3,85,25,072

- 7. (a) Two percent of average net profit of the Company as per section 135(5):- Rs 7,70,501
- (b) Surplus arising out of the CSR projects or programmes or activities of the previous financial years:- Rs. 5,19,836
- (c) Amount required to be set off for the financial year, if any: NIL
- (d) Total CSR obligation for the financial year (7a+7b- 7c):- Rs. 12,90,337

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

Total Amount Spent for the Financial Year (in Rs.)	Amount Unspent (in Rs.)				
	Total Amount transferred to Unspent CSR Account as per section 135(6)		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5)		
	Amount	Date of transfer	Name of the Fund	Amount	Date of transfer
13,00,000	NIL	-	-	NIL	-

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

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

(c) Details of CSR amount spent against other than ongoing projects for the financial year:- Amount (in Rs.)

Sl. No	Name of the Project	Item from the list of activities in Schedule VII to the Act	Local area (Yes/ No)	Location of the project		Amount spent for the project (in Rs.)	Mode of Implementation -Direct (Yes/No)	Mode of Implementation - Through Implementing Agency	
				State	District			Name	CSR Registration number
1.	National Association for the Blind	(i)	No	Haryana	Faridabad	50,000	No	National Association for the Blind	CSR00007692
2.	Vedanta Institute Delhi	(ii)	No	Delhi	New Delhi	1,00,000	No	Vedanta Institute Delhi	CSR00012578
3.	Aparna Research and Charities Trust	(iii)	No	Haryana	Karnal	1,00,000	No	Aparna Research and Charities Trust	CSR00011466
4.	Sansthanam Abhay Daanam	(ii)	Yes	Uttar Pradesh	Noida	8,00,000	No	Sansthanam Abhay Daanam	CSR00001492
5.	Deen Dayal Kanya Inter college	(ii)	No	Uttar Pradesh	Mathura	2,50,000	Yes	-	-
Total						13,00,000			

(d) Amount spent in Administrative Overheads:- NIL

(e) Amount spent on Impact Assessment, if applicable:- NIL

(f) Total amount spent for the Financial Year (8b+8c+8d+8e):- Rs. 13,00,000

(g) Excess amount for set off, if any:- Rs. 9,663

S. No.	Particular	Amount (in Rs.)
(i)	Two percent of average net profit of the Company as per section 135(5)	7,70,501
(ii)	Total amount spent for the Financial Year	13,00,000
(iii)	Excess amount spent for the financial year [(ii)-(i)]	5,29,499
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	5,19,836
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	9,663

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

S. No.	Project ID	Name of the Project	Financial Year in which the project was commenced	Project duration	Total amount allocated for the project (in Rs.)	Amount spent on the project in the reporting Financial Year (in Rs.)	Cumulative amount spent at the end of reporting Financial Year (in Rs)	Status of the project - Completed / Ongoing
1.	-	-	-	-	Nil	-	-	-

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

S. No.	Project ID	Name of the Project	Financial Year in which the project was commenced	Project duration	Total amount allocated for the project (in Rs.)	Amount spent on the project in the reporting Financial Year (in Rs.)	Cumulative amount spent at the end of reporting Financial Year (in Rs)	Status of the project - Completed / Ongoing
1.	-	-	-	-	Nil	-	-	-

10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year (asset-wise details)

(a) Date of creation or acquisition of the capital asset(s):- None

(b) Amount of CSR spent for creation or acquisition of capital asset:- NIL

(c) Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc.:- Not Applicable

(d) Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset):- Not Applicable

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

For and on behalf of the Board

Place : New Delhi
Date : July 28, 2021

Rajendra Kumar Rajgarhia
Chairman of the Company
DIN 00141766

Sanjay Rajgarhia
Chairman in CSR Committee
DIN 00154167

ANNEXURE - 3

DISCLOSURE UNDER SECTION 134(3)(M) OF THE COMPANIES ACT, 2013 READ WITH COMPANIES (ACCOUNTS) RULES, 2014

A. CONSERVATION OF ENERGY

i) **Steps taken or impact on conservation of energy:**

The Company is taking concentrated steps to optimize use of energy. It is committed to transform energy conservation into a strategic business goal. It is putting best endeavor to reduce energy consumption in all its operations and activities.

ii) **Steps taken by the company for utilizing alternate sources of energy :**

Survey has been conducted for Solar Power Generation System. Plan to be finalised in the Management Meeting.

iii) **Capital investment on energy conservation equipments: NIL**

B. RESEARCH & DEVELOPMENT AND TECHNOLOGY ABSORPTION

The Company is continuously carrying out R & D to reduce product cost and for improvement in product performance.

- Efforts made towards technology absorption: Regular initiatives are taken in updating the technology in the process area.
- Benefits derived: Product improvement and reduction in labour cost.
- Particulars of technology imported: N.A.
- Expenditure on R & D: N.A.

C. FOREIGN EXCHANGE EARNINGS AND OUTGO

Total foreign exchange used and earned during the year:

Used : Rs. 6,83,37,879

Earned : NIL

PARTICULARS OF EMPLOYEES

Particulars prescribed 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 remuneration of each Executive Director to the median remuneration of Employees of the Company for the financial year 2020-21, the percentage increase in remuneration of Managing Director, CFO and Company Secretary during the financial year 2020-21 and Comparison on the Remuneration of KMP against performance of the Company:-

S. No.	Name of Director/ KMP	Designation	Ratio of Remuneration of each Director to median remuneration of employees	% increase in Remuneration	Comparison on the Remuneration of KMP against performance of the Company
1.	Shri Sanjay Rajgarhia	Managing Director	65.10:1	-	Performance of the Company affected due to Lockdown of Industry because of Covid-19 Pandemic.
2.	Shri Mohinder Nagpal	Chief Financial Officer	5.38:1	-	
3.	Ms. Shefali Chauhan	Company Secretary	2.16:1	-	

Note: The Non-Executive Directors of the Company are entitled for sitting fees. The ratio of remuneration and percentage increase for Non-executive Directors remuneration is therefore not considered for the purpose above.

- (ii) The percentage increase in the median remuneration of employees in the Financial Year 2020-21 was NIL because of pandemic situation;
- (iii) Total number of permanent employees on rolls of the Company as on March 31, 2021 was 121.
- (iv) Average percentile increases in the salaries of employees excluding managerial personnel during financial year 2021 was NIL. Average increase in remuneration of executive directors was NIL because of pandemic situation.
- (v) **Affirmation that the remuneration is as per the remuneration policy of the Company**

It is affirmed that the remuneration paid is as per the Remuneration Policy applicable for Directors, Key Managerial Personnel and other employees, adopted by the Company.

For and on behalf of the Board

Rajendra Kumar Rajgarhia
Chairman
DIN: 00141766

Place : New Delhi
Dated : 28th July, 2021

CORPORATE GOVERNANCE REPORT

A Report on compliance with the Corporate Governance provisions as prescribed under the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations" or "SEBI (LODR) Regulations, 2015") is given herein below:

1. COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE

The Company believes in ensuring fairness, transparency, professionalism, accountability and propriety in its functioning. Your Company is committed to highest standards of Corporate Governance and disclosure practices to ensure that its affairs are managed in the best interest of all stakeholders.

2. BOARD OF DIRECTORS

(a) Composition

The Board of Perfectpac comprises of four Directors out of which two are Non-Executive Independent Directors including a Woman Director, One is Non-Executive Director & Chairman, and another is Promoter Executive Director & Managing Director.

The maximum tenure of Independent Directors is upto five consecutive years from the date of their appointment. However, they can be re-appointed for another term of five consecutive years. The date of re-appointment and tenure of the existing Independent Directors are given below:

S. No.	Name of Independent Director	Date of re-appointment	Date of completion of tenure
1.	Shri Harpal Singh Chawla	April 01, 2019	March 31, 2024
2.	Smt. Ruchi Vij	September 24, 2020	September 23, 2025

The letters of re-appointment have been issued to the Independent Directors and the terms and conditions thereof are posted on the Company's website.

The Board of Directors along with its Committees provides effective leadership and strategic guidance to the Company's management while discharging its fiduciary responsibilities, thereby ensuring that the management adheres to high standards of ethics, transparency and disclosures.

(b) Key Functions of the Board

The Board performs various statutory and other functions in connection with managing the affairs of the Company. The key functions performed by the Board of the Company are:

- Reviewing and guiding corporate strategy, major plans of action, annual budgets and business plans, setting performance objectives, monitoring implementation & corporate performance and overseeing major capital expenditures, acquisitions and divestments;
- Monitoring the effectiveness of the Company's governance, policies & practices and making changes as needed;
- Selecting, compensating, monitoring and when necessary, replacing Key Managerial Personnel and overseeing succession planning;
- Aligning Key Managerial Personnel and Board remuneration with the long term interests of the Company and its shareholders;
- Ensuring a transparent Board nomination process with the diversity of thought, experience, knowledge, perspective and gender in the Board;
- Monitoring and managing potential conflicts of interest of management, board members and shareholders, including misuse of corporate assets and abuse in related party transactions;

- Ensuring integrity of the Company's accounting and financial reporting systems, including the independent audit and that appropriate systems of control are in place, in particular, systems for risk management, financial and operational controls and compliance with the laws & regulations and relevant standards in force;
- Overseeing the process of disclosure and communications;
- Monitoring and reviewing Board's Evaluation framework.

(c) Meetings of the Board

Meetings of the Board are generally held at the Registered Office of the Company at 910, Chiranjiv Tower-43, Nehru Place, New Delhi-110019, India. During the financial year 2020-21, the Board met five times as per the details mentioned below:-

S. No.	Date of Board Meeting
1.	June 25, 2020
2.	July 01, 2020
3.	August 07, 2020
4.	November 04, 2020
5.	January 28, 2021

The Company has held a minimum of one Board Meeting in each quarter and maximum gap between two consecutive meetings did not exceed prescribed limit of 120 days which is in compliance with the provisions of the Companies Act, 2013, Secretarial Standard-1 and Listing Regulations.

An annual calendar of meetings is prepared well in advance and shared with the Directors in the beginning of the year to enable them to plan their attendance at the meetings. Directors are expected to attend Board and Committee Meetings, spend the necessary time and meet as frequently as the situation warrants to properly discharge their responsibilities.

Concerned executives of the Company communicate the matters requiring approval of the Board to the Company Secretary, well in advance, so that these can be included in the Agenda for the scheduled Board/Committee Meeting.

Agenda papers are sent to the Directors, well in advance, before the meetings. Draft Minutes of the Board and Committee meetings are circulated to the Directors for their comments thereon and, thereafter, noted by the Board/ respective Committee in its next Meeting.

The composition of Board of Directors, their attendance at Board Meetings during the year 2020-2021 and at the last Annual General Meeting ('AGM') are given in table below:-

Name and Designation	DIN	Category	Attendance at the Meeting	
			Board Meeting	Last AGM
			Attended	Attended
Shri Rajendra Kumar Rajgarhia Chairman	00141766	Non-Executive	5	No
Shri Sanjay Rajgarhia Managing Director	00154167	Executive and Promoter	5	Yes
Shri Harpal Singh Chawla Director	00025492	Non-Executive and Independent	5	Yes
Smt. Ruchi Vij Director	01127918	Non-Executive and Independent	3	No

(d) Other Directorships

The details of other Directorship and Committee Membership/Chairpersonship as at March 31, 2021 are as follows:-

Name of the Director	No. of Directorship in other Public Companies#	Name of the Other Companies in which Directorship held (Category of Director)#	No. of Committees Positions held in other Companies	Name of the Other Companies in which Committee Position held
Shri Rajendra Kumar Rajgarhia	1	*APM Industries Limited (Executive Director)	-	-
Shri Sanjay Rajgarhia	1	*APM Finvest Limited (Executive Director)	2	APM Finvest Limited
Shri Harpal Singh Chawla	1	Chawla Techno Construct Limited	-	-
Smt. Ruchi Vij	-	-	-	-

Note: Only Audit Committee and Stakeholders' Relationship Committee of Public Limited companies are considered for the purpose of reckoning committee positions.

* Listed Company

Only Directorship held in Indian Public Limited Company has been included.

(e) Disclosure of relationships between Directors inter-se

None of the Directors are related to each other except Shri Sanjay Rajgarhia being son of Shri Rajendra Kumar Rajgarhia, Chairman of the Company.

(f) Information given to the Board

The Board and Committees thereof have complete access to all relevant information. Such information is submitted either as part of the agenda papers of the meetings in advance or by way of presentations and discussion material during the meetings. Such information, inter-alia, includes the following:

- Annual operating plans, budgets and any updates;
- Capital budgets and any updates;
- Annual and Quarterly results of the Company and its operating divisions or business segments;
- Minutes of the meetings of the Audit Committee and other Committees of the Board of Directors;
- Information on recruitment and remuneration of senior officers just below the Board level, including appointment or removal of the Chief Financial Officer and the Company Secretary;
- Show cause, demand, prosecution notices and penalty notices, which are materially important;
- Fatal or serious accidents, dangerous occurrences, any material effluent or pollution problems;
- Material default in financial obligations to and by the Company, or substantial nonpayment for goods sold by the Company;
- Issue which involves possible public or product liability claims of substantial nature;
- Details of any joint venture or collaboration agreement;
- Transactions that involve substantial payment towards goodwill, brand equity or intellectual property;
- Significant labour problems and their proposed solutions including any significant development in Human Resources/ Industrial Relations front;
- Sale of investments, subsidiaries, assets which are material in nature and not in normal course of business;

- Quarterly details of foreign exchange exposures and the steps taken by the Management to limit the risks of adverse exchange rate movement, if material;
- Non-compliance of any regulatory, statutory or listing requirements and shareholders services such as non-payment of dividend, delay in share transfer, etc;
- Quarterly statement showing status of investors complaints;
- Compliance Report pertaining to applicable laws and steps taken to rectify instance of non-compliance, if any; and
- Quarterly Compliance Report on Corporate Governance.

(g) Board Process

The Company sends documents relating to Board and Committee meetings, including agenda papers and supplementary documents, to the Directors at least 7 days before the meetings.

Important decisions taken at the Board/ Committee meetings are promptly communicated to the concerned departments/ divisions. Action Taken Report (ATR) on the decisions of the previous meeting(s) is placed at the next meeting of the Board/ Committee.

The Company has complied with the Secretarial Standard-1 on Meetings of the Board of Directors and Secretarial Standard-2 on General Meetings issued by the Institute of Company Secretaries of India.

(h) Independent Directors Meeting

Independent Directors meeting held on January 28, 2021, without the attendance of Non-Independent Directors and members of the management of the Company. The Independent Directors, inter alia evaluated performance of the Non-Independent Directors and the Board of Directors as a whole, also reviewed the performance of Chairman of the Company, taking into account the views of Executive Directors and Non-Executive Directors; for the Financial Year ended March 31, 2021. They also assessed the quality, content and timeliness of flow of information between the Management and the Board that is necessary for the Board to effectively and reasonably perform their duties.

(i) Familiarisation Programme for Independent Directors

In Compliance with the Regulation 25 (7) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company familiarises its Independent Directors with the Company, their roles, rights, responsibilities in the Company, nature of the industry in which the Company operates, business model of the Company, Legal updates, etc. In this regard, the Company follows a structured familiarisation programme for the Independent Directors. The details related thereto are displayed on the Company's website www.perfectpac.com. The web link for the same is http://perfectpac.com/pdf/Familiarisation_Programm/Familiarisation-Programme-2020-21.pdf

(j) Chart or matrix setting out the skills/expertise/competence of the Board of Directors

The Company's Board comprises qualified members who bring in the required skills, competence and expertise that allow them to make effective contributions to the Board and its committees. The Board members are committed to ensure that the Company's Board is in compliance with the highest standards of corporate governance.

In the table below, the specific areas of focus or expertise of Individual Board members have been highlighted. However, the absence of a mark against a member's name does not necessarily mean the member does not possess the corresponding qualification or skill.

Area of Core Skills/Expertise/Competencies	Shri Rajendra Kumar Rajgarhia	Shri Sanjay Rajgarhia	Shri Harpal Singh Chawla	Smt. Ruchi Vij
Understanding of Company's business/strategy and structure	✓	✓	✓	✓
Financial Literacy	✓	✓	✓	✓
Knowledge of the Companies Act, 2013, applicable SEBI and Stock Exchange Regulations	✓	✓	✓	✓

Human Resource Management	✓	✓	✓	-
Sales and Marketing	✓	✓	-	✓
Entrepreneurial skills to evaluate risk and rewards and perform advisory role	✓	✓	✓	-
Focus on compliance	✓	✓	✓	✓
Understanding of the processes and systems for defining high corporate governance standards	✓	✓	✓	✓
Understanding rights of Shareholders and obligations of the Management	✓	✓	✓	✓

(k) Confirmation of Independence

The Independent Directors of your Company have confirmed that (a) they meet the criteria of Independence as prescribed under Section 149 of the Act and Regulation 16 of the Listing Regulations, (b) they are not aware of any circumstance or situation, which could impair or impact their ability to discharge duties with an objective independent judgment and without any external influence (c) their name were included in the data bank of Independent Directors maintained by Indian Institute of Corporate Affairs under Rule 6 (3) of the Companies (Appointment and Qualification of Directors) Rules, 2014. Further, in the opinion of the Board, the Independent Directors fulfil the conditions prescribed under the Listing Regulations and are independent of the management of the Company.

(l) Number of shares held by Board of Directors as on March 31, 2021

Details of the shareholding held by Board of Directors as on March 31, 2021 are given in the table below:

Name of Directors	Number of Shares	% of shareholding
Shri Rajendra Kumar Rajgarhia	Nil	Nil
Shri Sanjay Rajgarhia	636282	47.77
Shri Harpal Singh Chawla	Nil	Nil
Smt. Ruchi Vij	Nil	Nil

3. Committees of the Board

To focus effectively on the issues and ensure expedient resolution of diverse matters, the Board has constituted several Committees of Directors with specific terms of reference. The Committees operate as empowered agents of the Board as per their terms of reference that set forth the purposes, goals and responsibilities. Committee members are appointed by the Board with the consent of individual Directors. The Committees meet as often as required or as statutorily required. Committees that are constituted voluntarily for effective governance of the affairs of the Company may also include Company executives.

The minutes of the meetings of all Committees of the Board are placed quarterly at Board meetings for noting.

Major Committees are:

- Audit Committee
- Nomination and Remuneration Committee
- Stakeholders Relationship Committee
- Corporate Social Responsibility Committee

Recommendations made by these Committees have been accepted by the Board. The Company Secretary officiates as the Secretary of the Committees. Detailed terms of reference, composition, quorum, meetings, attendance and other relevant details of these committees are as under:

AUDIT COMMITTEE

The Audit Committee primarily constitutes a formal and transparent arrangement for accurate financial reporting and strong internal controls. The Committee through regular interaction with external and internal auditors and review of financial statements ensures that the interests of stakeholders are properly protected.

All members of the Audit Committee are financially literate and a majority has accounting or financial management expertise.

(i) Terms of reference:

The Audit Committee functions according to its terms of reference that define its authority, responsibility and reporting functions in accordance with the provisions of Companies Act, 2013 (hereinafter referred as 'the Act') and Regulation 18 read with Part C of Schedule II to the SEBI Listing Regulations, 2015 which, inter alia, includes the following:

1. Oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible;
2. Recommendation for appointment, remuneration, terms of appointment of auditors of the Company including their replacement or removal;
3. Approval of payment to statutory auditors for any other permitted services rendered by the statutory auditors;
4. Reviewing and examining, with the management, the annual financial statements before submission to the Board for approval, with particular reference to:
 - Matters required to be included in the Director's Responsibility Statement to be included in the Board's Report.
 - Changes, if any, in accounting policies and practices and reasons for the same.
 - Major accounting entries involving estimates based on the exercise of judgment by management.
 - Significant adjustments made in the financial statements arising out of audit findings.
 - Compliance with listing and other legal requirements relating to financial statements.
 - Disclosure of any related party transactions.
 - Draft Auditors' report including qualifications, if any;
5. Reviewing, with the management, the quarterly financial statements before submission to the Board for approval;
6. Reviewing and monitoring, with the management, the statement of uses/ application of funds raised through an issue/ public offers (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document/ prospectus/ notice and the report submitted by the monitoring agency monitoring the utilization of proceeds of a public or rights issue, and making appropriate recommendations to the Board to take steps in this matter;
7. Reviewing and monitoring with the management, independence and performance of statutory and internal auditors, adequacy of the internal control systems, and effectiveness of the audit processes;
8. Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure, coverage and frequency of internal audit;
9. Discussion with internal auditors on any significant findings and follow up thereon;
10. Reviewing the findings of any internal investigations by internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board;
11. Discussion with Statutory Auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern;
12. To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors;
13. To review the functioning of the Whistle Blower Policy (Vigil Mechanism);

14. Approval of appointment of CFO (i.e., the whole-time Finance Director or any other person heading the finance function or discharging that function) after assessing the qualifications, experience & background, etc. of the candidate;
15. Approval or any subsequent modification of transactions of the Company with related parties;
16. Scrutiny of inter-corporate loans and investments;
17. Valuation of undertakings or assets of the Company, wherever it is necessary;
18. Evaluation of internal financial controls and risk management system;
19. Review of Management discussion and analysis of financial condition and results of operations;
20. Review of Management letters / letters of internal control weaknesses issued by the statutory auditors;
21. Review of Internal audit reports relating to internal control weaknesses;
22. Review of Financial statement, in particular, investments made by the subsidiary company(s);
23. Recommend appointment and remuneration of Cost Auditors;
24. Review compliance with the provisions of the SEBI (Prohibition of Insider Trading) Regulations, 2015 and verify that the systems for internal control are adequate and are operating effectively;
25. Discharge any other duties or responsibilities as may be prescribed by law or as may be delegated by the Board from time to time.

(ii) Composition

As on date, the Committee comprises of Shri Harpal Singh Chawla, Chairman, Shri Sanjay Rajgarhia, Smt. Ruchi Vij, Members.

Invitees:

The representatives of Statutory Auditors and Internal Auditors, Chief Financial Officer and other executives, as desired by the Committee, attend the meetings as invitees.

(iii) Meetings, Quorum and Attendance

Audit Committee meets at least four times in a year with a gap of not more than 120 days between two consecutive meetings. The quorum for the meeting is either two members or one third of the members of the Committee, whichever is higher with at least two Independent Directors.

During the year 2020-21, the Committee met four times i.e. on June 25, 2020; August 07, 2020; November 04, 2020 and January 28, 2021.

Attendance details of the members are given in the table below:

Name of the Committee Member	Meetings Held During Tenure	Meetings Attended
Shri Harpal Singh Chawla, Chairman	4	4
Shri Sanjay Rajgarhia, Member	4	4
Smt. Ruchi Vij, Member	4	3

NOMINATION AND REMUNERATION COMMITTEE

The Nomination and Remuneration Committee, constituted under Section 178 of the Act and Regulation 19 with Part D of Schedule II to the SEBI Listing Regulations, 2015, functions according to its terms of reference that define its authority, responsibility and reporting functions which, inter alia, include the following:

(i) Terms of reference:

The role of Committee is:

1. To identify persons who are qualified to become Director in accordance with the criteria laid down and recommend to the Board, their appointment/ removal;

2. To identify persons who may be appointed in senior management in accordance with the criteria laid down and recommend to the Board, their appointment / removal;
3. Specify manner for effective evaluation of performance of Board, Directors and its committees and review its implementation and compliance;
4. Extend or continue the term of appointment of the Independent Director, on the basis of the report of performance evaluation of Independent Directors;
5. To formulate the criteria for determining qualifications, positive attributes and independence of a Director;
6. To devise a policy on Board diversity;
7. To formulate and recommend to the Board policies relating to the remuneration for:
 - a. Directors;
 - b. Key Managerial Personnel; and
 - c. Other Employees of the Company;
8. To recommend remuneration payable to Managing Directors and Whole-time Directors;
9. To review and recommend nature of services rendered by any Director in other capacity and requisite qualification thereof;
10. To recommend the board, all remuneration, in whatever form, payable to senior management.”
11. Any other role as may be prescribed by law, from time to time.

(ii) Composition

As on date, the Committee comprises of Shri Harpal Singh Chawla, Chairman, Shri Rajendra Kumar Rajgarhia, Smt. Ruchi Vij, Members.

(iii) Meetings, Quorum, Attendance

The Committee shall meet at least once in a year. During the year 2020-21 the Committee met on August 07, 2020. The quorum for the meeting is either two members or one third of the members of the Committee, whichever is higher, including at least one Independent Director.

Attendance details of the members are given in the table below:

Name of the Committee Member	Meetings Held During Tenure	Meetings Attended
Shri Harpal Singh Chawla, Chairman	1	1
Shri Rajendra Kumar Rajgarhia, Member	1	1
Smt. Ruchi Vij, Member	1	0

STAKEHOLDERS RELATIONSHIP COMMITTEE

The Stakeholders' Relationship Committee oversees various activities that lead to improve and effective shareholder services like review of adherence to the service standards adopted for shareholder services, measures taken for reducing the timelines for inter alia, redressal of shareholder and investor grievances, transfer/ transmission of shares, issue of duplicate share certificates, dematerialisation/ rematerialisation of shares and related matters in accordance with the provisions of the Act and Regulation 20 read with Part D of Schedule II to the SEBI Listing Regulations, 2015. Additionally, the Board has authorised the Company Secretary to exercise the powers of approving transfer/ transmission of shares. Normally, transfers/ transmissions are approved once in a fortnight.

(i) Terms of reference:

The role of Committee is:

1. To resolve the grievances of the security holders' complaints like non-transfer of securities, non-receipt of annual report, non-receipt of dividends/interest, issue of new /duplicate certificates, general meetings etc;
2. Review of measures taken for effective exercise of voting rights by shareholders;
3. Review of adherence to the service standards adopted by the Company in respect of various services being rendered by the Registrar and Share Transfer Agent;

4. To deal with all matters relating to issue of duplicate share certificate, transmission of securities etc.
5. Review of the various measures and initiatives taken by the Company for reducing the quantum of unclaimed dividends and ensuring timely receipt of dividend/warrants/ annual reports/statutory notices by the shareholders of the Company; and
6. The Committee shall perform all such other functions as may be prescribed under The Companies Act, 2013, Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, and/or any other law for the time being in force, including any statutory amendments, modifications made there under.

(ii) Composition

As on date, the Committee comprises of Shri Harpal Singh Chawla, Chairman, Shri Sanjay Rajgarhia, Smt. Ruchi Vij, Members.

Compliance Officer

Ms. Shefali Chauhan, Company Secretary of the Company is the Compliance Officer in terms of Regulation 6 of SEBI Listing Regulations, 2015.

(iii) Meetings, Quorum, Attendance

The Committee shall meet at least once in a year. During the year 2020-21 the Committee met twice i.e. on June 25, 2020 and November 04, 2020. The quorum for the meeting is either two members or one third of the members of the Committee, whichever is higher.

Attendance details of the members are given in the table below:

Name of the Committee Member	Meetings Held During Tenure	Meetings Attended
Shri Harpal Singh Chawla, Chairman	2	2
Shri Sanjay Rajgarhia, Member	2	2
Smt. Ruchi Vij, Member	2	2

(iv) Investors' Grievances/Complaints

During the year 2020-21, the Company did not receive any complaint. Accordingly, no complaint was pending as on March 31, 2021.

(v) Transfers, Transmissions etc. approved

During the year 2020-21, the Company received 2 cases (involving 100 equity shares) for share transmission, all cases were transmitted.

The Company had 2393 shareholders as on March 31, 2021

CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

Corporate Social Responsibility Committee has been constituted to review and oversee the Corporate Social Responsibility ('CSR') initiatives of the Company.

(i) Terms of reference

The role of the Committee is:

1. To formulate and recommend to the Board, a CSR Policy which shall indicate the activities to be undertaken by the Company as specified in Schedule VII of the Companies Act, 2013;
2. To recommend the amount of expenditure to be incurred on the activities referred in the CSR Policy and review the same;
3. To monitor the CSR Policy including CSR projects/programmes;
4. Any other role as may be prescribed by law or as may be delegated to the Committee by the Board, from time to time.

(ii) Composition

As on date, the Committee comprises of Shri Sanjay Rajgarhia, Chairman, Shri Harpal Singh Chawla, Smt. Ruchi Vij, Members.

(iii) Meetings, Quorum and Attendance

During the year 2020-21, the Committee met two times i.e., on June 25, 2020 and January 28, 2021.

The quorum for the meeting is two members or one third of the members of the Committee, whichever is higher.

Attendance details of the members are given in the table below:

Name of the Committee Member	Meetings Held During Tenure	Meetings Attended
Shri Sanjay Rajgarhia, Chairman	2	2
Shri Harpal Singh Chawla, Member	2	2
Smt. Ruchi Vij, Member	2	2

4. PERFORMANCE EVALUATION AND ITS CRITERIA

Pursuant to the provisions of the Companies Act and the SEBI Listing Regulations, 2015, the Board has carried out annual evaluation of its performance, its Committees, Chairperson and Directors through structured questionnaire.

Performance of the Board was evaluated by each Director on the parameters such as its role and responsibilities, business risks, contribution to the development of strategy and effective risk management, understanding of operational programmes, availability of quality information in a timely manner, regular evaluation of progress towards strategic goals and operational performance, adoption of good governance practices and adequacy and length of meetings, etc. Independent Directors also carried out evaluation of the Board performance.

Board Committees were evaluated by the respective Committee members on the parameters such as its role and responsibilities, effectiveness of the Committee vis-a-vis assigned role, appropriateness of Committee composition, timely receipt of information by the Committee, effectiveness of communication by the Committee with the Board, Senior Management and Key Managerial Personnel.

Performance of the Chairperson was evaluated by the Independent Directors after taking into account the views of Executive and Non-executive Directors, on the parameters such as demonstration of effective leadership, contribution to the Board's work, relationship and communications with the Board and shareholders, use of time and overall efficiency of Board meetings, quality of discussions at the Board meetings, process for settling Board agenda, etc.

Directors were evaluated individually by the Board of Directors (excepting the Director himself) on the parameters such as his/ her preparedness at the Board meetings, attendance at the Board meetings, devotion of time and efforts to understand the Company and, its business, quality of contribution at the Board meetings, application of knowledge and experience while considering the strategy, effectiveness of follow-up in the areas of concern, communication with Board members, Senior Management and Key Managerial Personnel, etc. Nomination and Remuneration Committee also carried out the performance evaluation of the individual Directors. The performance evaluation of the Non – Independent Directors was also carried out by the Independent Directors.

Outcome of the evaluation was submitted to the Chairman of the Company. The Chairman briefed the outcome of the performance evaluation to the Board.

5. REMUNERATION OF DIRECTORS**(a) Remuneration to Executive Directors**

Details of the remuneration paid to Managing Director during financial year 2020-21 are as under:-

(Amount in Rs.)

Name of Director	Basic Salary	Benefits/Allowances/ Perquisites	Pension/PF	Total
Shri Sanjay Rajgarhia	54,25,000	40,00,255	6,51,000	100,76,255

(b) Remuneration to Non-Executive Directors

The Non-Executive Directors, except Shri Rajendra Kumar Rajgarhia, do not have any material pecuniary relationship with the Company. Shri Rajendra Kumar Rajgarhia's pecuniary relationship to the Company is limited to the extent of his shareholding which is Nil as on March 31, 2021 and the sitting fees received by him. Non-Executive Directors are paid sitting fees for the Board/Committee Meetings attended by them and are not paid remuneration in any other form.

The details of sitting fees to the other Non- Executive Directors for year ended March 31, 2021 are as follows:

Name of Director	Board Meetings	Committee Meetings	Amount in Rs.
Shri Rajendra Kumar Rajgarhia	60,000	-	60,000
Shri Harpal Singh Chawla	60,000	-	60,000
Smt. Ruchi Vij	45,000	-	45,000

(c) Criteria for making payment to Non-Executive Directors

The Company considers the time and efforts put in by the Non-Executive Directors in deliberations at Board/Committee meetings. They are remunerated by way of sitting fees for attending the meetings and through commission, if any, approved by the Board and members of the Company. The criteria have been defined in the Nomination and Remuneration Policy of the Company. The criteria are also displayed on Company's website www.perfectpac.com. The web link for the same is <http://perfectpac.com/pdf/Policies/Remuneration%20criteria%20NEDs.pdf>

(d) Details of Service Contracts, Notice Period, etc. of all the Directors for the financial year 2020-21

Name of Director	Contract Period (Tenure)	Service Contract	Notice Period	Severance fees, if any
Shri Sanjay Rajgarhia	01.07.2019 to 30.06.2024 (Managing Director)	Yes	Yes	No
Non Executive Directors other than Independent Directors	None-The Non Executive Directors other than Independent Directors, liable to retire by rotation, get re-appointed as per the provisions of Articles of Association of the Company and the applicable provisions of Companies Act, 2013	No	No	None

6. GENERAL BODY MEETINGS

(a) The details of the last three Annual General Meetings (AGM) of the Company are as follows:

Financial Year	Date	Time	Location
2019-2020 (48th AGM)	September 29, 2020	12:00 Noon	Meeting conducted through Video conferencing / other Audio visual means facility pursuant to the MCA Circulars
2018-2019 (47th AGM)	September 26, 2019	03:00 PM	The Executive Club, Dolly Farms & Resorts Pvt. Ltd., 439, Village Shahoorpur, P.O. Fatehpur Beri, New Delhi - 110074
2017-2018 (46th AGM)	August 08, 2018	11:30 AM	The Executive Club, Dolly Farms & Resorts Pvt. Ltd., 439, Village Shahoorpur, P.O. Fatehpur Beri, New Delhi - 110074

(b) Special resolution passed during last three AGMs:

The details of the Special Resolution passed during last three AGM are mentioned below:-

AGM	Special Resolution Passed
48th AGM	Re-appointment of Smt. Ruchi Vij (DIN 01127918) as Non-Executive Independent Director on the Board of the Company.
47th AGM	Re-appointment of Shri Sanjay Rajgarhia (DIN 00154167) as Managing Director on the Board of the Company.
46th AGM	Re-appointment of Shri Harpal Singh Chawla (DIN 00025492) as Non Executive and Independent Director of the Company.

(c) Whether any Special Resolution(s) passed through Postal Ballot during Financial Year 2020-2021

No special resolution was passed through Postal Ballot during the Financial Year 2020-21.

(d) Whether any Special Resolution(s) are proposed to be passed through Postal Ballot

Special Resolutions as may be necessary under the Companies Act/SEBI Listing Regulations, 2015 would be passed through Postal Ballot.

(e) Procedure for Postal Ballot

- The notices containing the proposed resolutions and explanatory statements thereto are sent to the registered postal/email addresses of all shareholders of the Company along with a Postal Ballot Form and a postage pre-paid business reply envelope containing the address of the Scrutinizer appointed by the Board for carrying out postal ballot process.
- The Postal Ballot Forms/e-voting received within 30 days of dispatch are considered by the Scrutinizer.
- The Scrutinizer submits his report to the Chairman of the Company or a person authorized by him, who on the basis of the report announces the results.
- The Company has entered into an agreement with National Securities Depository Limited (NSDL) for providing e-voting facility to its shareholders. Under this facility, shareholders are provided an electronic platform to participate and vote on the proposals of the Company.

7. MEANS OF COMMUNICATION

(a) Financial Results: The quarterly, half yearly and annual financial results are regularly submitted to the Stock Exchanges where the securities of the Company are listed i.e BSE Limited and Calcutta Stock Exchange Limited and also posted on the website of the Company i.e. www.perfectpac.com.

(b) Newspaper Advertisement: The quarterly, half yearly and annual financial results published in the leading newspapers i.e 'Pioneer' and regional newspapers like 'Pioneer' in compliance with Listing Regulations.

(c) Website: Various sections of the Company's website keep the investors updated on material developments of the Company by providing key and timely information like details of Directors, financial results, annual reports, shareholding pattern etc. The website of the company is www.perfectpac.com.

(d) Annual Report is emailed to such shareholders whose email ids are registered with the Company/ Depositories.

(e) The Company believes in sharing all material information that may directly or indirectly affect the financial and operational performance of the Company and consequently the share price.

8. CODE AND POLICIES

The Company has established the following salient codes and policies:

(a) Code of Conduct for Directors and Senior Management

The Company has formulated and implemented a Code of Conduct for all Board members and Senior Management. Requisite annual affirmations of compliance with the Code have been received from the Directors and Senior Management of the Company. A declaration signed to this effect by Shri Sanjay Rajgarhia, Managing Director is enclosed as **Annexure-A**. The Code of Conduct is posted on the Company's website www.perfectpac.com.

(b) Code of Conduct for Insider Trading

The Company has formulated and implemented a Code of Conduct for Prevention of Insider Trading with a view to regulate trading in securities of the Company by its Designated Persons. Dealing in the shares of the Company by the Designated Persons is effectively monitored for ensuring compliance with the Code.

The Company has also implemented Policy and procedure for inquiry in case of leak or suspected leak of Unpublished Price Sensitive Information, pursuant to the SEBI (Prohibition of Insider Trading) Regulations, 2015. Dealing in the shares of the Company by the Designated Persons is effectively monitored for ensuring compliance with the Code. Report on dealing in the shares of the Company by the Designated Persons is placed before the Chairman of the Audit Committee and the Board.

(c) Code of Practices and Procedures for fair Disclosure of Unpublished Price Sensitive Information (UPSI)

The Company has adopted a Code of Practices and Procedures for Fair Disclosure of UPSI with a view to facilitate prompt, uniform and universal dissemination of UPSI. Pursuant to the Insider Trading Regulations the Code also includes the Policy for Determination of Legitimate Purposes. The Code is posted on the Company's website www.perfectpac.com.

(d) Policy for Determining Materiality of Events and Information

The Company has adopted a Policy for Determining Materiality of Events and Information for the purpose of making disclosure to the Stock Exchanges. This policy aims to ensure timely and adequate disclosure of all material and price sensitive information to the Stock Exchanges. The Policy is displayed on the Company's website www.perfectpac.com.

(e) Policy for Preservation of Documents

The Company has a Policy for Preservation of Documents. The Policy facilitates preservation of documents in compliance with the laws applicable to various functions and departments of the Company.

(f) Archival Policy

The Company has adopted an Archival Policy, that lays down the process and manner of archiving the disclosures made to the Stock Exchanges under the SEBI Listing Regulations, 2015. The Policy provides that such disclosures, shall be hosted on the website of the Company for a period of five years from the date of disclosure to the Stock Exchanges. The Policy also lays down the manner of archiving these disclosures after the period of 5 years. The Policy has been posted on the Company's website www.perfectpac.com.

(g) Policy on Materiality of Related Party Transactions and Dealing with Related Party Transactions

This policy is displayed on the Company's website. The web-link for the same is <http://perfectpac.com/pdf/Policies/Related%20Party%20Transaction%20Policy.pdf>.

No material Related Party Transaction was entered into during FY 2020-21.

(h) Whistle Blower Policy

The Company has robust Whistle Blower Policy to make the workplace as conducive to open communication regarding business practices. It enables the Directors and full time employees to voice their concerns or disclose or report fraud, unethical behaviour, violation of the Code of Conduct, questionable accounting practices, grave misconduct, etc. without fear of retaliation/ unlawful victimization/ discrimination which is a sine qua non for an ethical organization.

The Whistle Blower Policy has been posted on the Company's website www.perfectpac.com. The Audit Committee periodically reviews the functioning of the Policy. During the year, no Director or full-time employee was denied access to the Audit Committee.

(i) Corporate Social Responsibility (CSR) Policy

The Company's CSR policy is displayed on Company's website www.perfectpac.com.

(j) Nomination and Remuneration Policy

The Company has a Policy on appointment and remuneration of Directors, Key Managerial Personnel ('KMP') and Senior Management / other employees ('Employees') of the Company.

The Policy aims to ensure that the persons appointed as Directors, KMP and Employees possess requisite qualifications, experience, expertise and attributes commensurate to their positions and level and that the composition of remuneration to such persons is fair and reasonable and sufficient to attract, retain and motivate the personnel to manage the Company successfully. The Policy contains, inter alia, provisions pertaining to qualification, attributes and process of their appointment and removal as well as components of remuneration. The Policy is displayed on the Company's website and the web-link for the same is http://perfectpac.com/pdf/Policies/Nomination_and_Remuneration_Policy.pdf.

(k) Policy for prevention of Sexual Harassment

9. DISCLOSURES

- (a) There is no materially significant transaction with the related parties viz. Promoters, Director or the Management, their relatives, etc. that may have a potential conflict with the interests of the Company at large. Related party transactions are given at Note No. 36 of Notes to the Financial Statements in the Annual Report.
- (b) The Company has complied with various rules and regulations prescribed by the Stock Exchanges, SEBI or any other statutory authority relating to the capital markets and no penalties or strictures have been imposed by them on the Company during last three years except late filing of Corporate Governance Report for the quarter ended on March 31, 2019. Fine was imposed by Stock Exchange i.e. BSE and said penalty paid by the Company.
- (c) Detailed notes on risk management are included in the Management Discussion Analysis section.
- (d) The Company has complied with the requirements specified in Regulation 17 to 27 and Clause (b) to (i) of sub-regulation 2 of Regulation 46 of SEBI Listing Regulations, 2015, as amended from time to time.
- (e) Details of total fees paid to Statutory Auditors are provided in Note No. 28 to the financial Statements forming part of Annual Report.
- (f) During the year under review, the Company did not raise any proceeds through a public issue, rights issue and/or preferential issue.
- (g) During the year, no complaint was filed, disposed and pending in relation to Sexual Harassment of Woman at Work place (Prevention, Prohibition and Redressal) Act, 2013.

10. GENERAL SHAREHOLDERS' INFORMATION

(a) Date, Time and venue for 49th Annual General Meeting

As per notice of 49th Annual General Meeting.

(b) Financial Year and Financial Calendar

The Company observes April 01 to March 31 of the following year as its Financial Year. Our tentative calendar for declaration of results for the financial year 2021-22 are as given below. In addition, the Board may meet on other dates as and when required.

Item	Tentative Dates*
First Quarter Results	August 14, 2021
Second Quarter Results	November 13, 2021
Third Quarter Results	February 14, 2022
Audited Annual Results for the year	May 30, 2022

* As approved by the Board. However these dates are subject to change.

(c) Book Closure Dates & Dividend Payment Dates

Book Closure date is as per Notice of 49th Annual General Meeting. Further, no dividend has been recommended for the year ended March 31, 2021.

(d) Listing

The name of the Stock Exchange at which the securities of the Company are listed and the respective scrip code are as under:

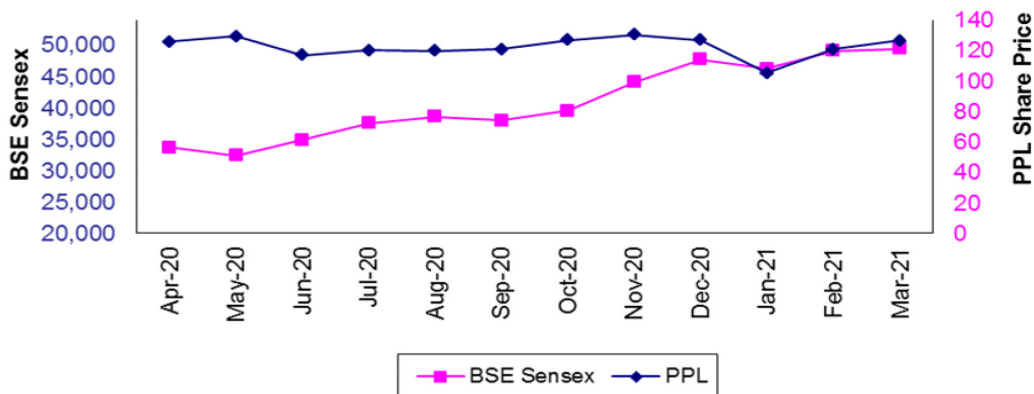
Name of the Stock Exchange	Security Listed	Scrip Code
BSE Limited Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai-400001	Equity Shares	526435
Calcutta Stock Exchange Limited 7, Lyons Range, Dalhousie, Kolkata-700001	Equity Shares	026097

The Company has paid the Annual Listing Fees for the financial year 2021-22 for all its listed securities (Equity Shares) to the Bombay Stock Exchange and has not received invoice for Annual Listing Fees for the financial year 2021-22 from Calcutta Stock Exchange Limited till date.

(e) Market Price Data

Monthly high/low of market price of the Company's equity shares (of '10' each) traded on the Stock Exchange (BSE) during 2020-21 is given hereinafter:

Month	High Price (Rs. per share)	Low Price (Rs. per share)
April, 20	134.90	116.45
May, 20	132.30	123.00
June, 20	136.00	116.05
July, 20	127.00	112.70
August, 20	132.00	107.65
September, 20	125.90	114.25
October, 20	126.90	114.00
November, 20	131.75	113.00
December, 20	132.15	118.50
January, 21	132.15	105.30
February, 21	121.00	100.60
March, 21	127.50	116.00

(f) Performance of the Company's equity shares in comparison to BSE Sensex

The above chart is based on the monthly closing price of the equity shares of the Company on BSE and monthly closing BSE Sensex.

(g) Compliance Officer

Ms. Shefali Chauhan, Company Secretary, is the Compliance Officer appointed by the Board. She can be contacted for any investor related matter relating to the Company. The contact no. is 011-26441018 and e-mail id is "complianceofficer@perfectpac.com".

(h) Registrar and Share Transfer Agent

For share related matters, members are requested to correspond with the Company's Registrar and Share Transfer Agent – Skyline Financial Services Private Limited quoting their Folio No./DP ID & Client ID at the following address:

Skyline Financial Services Private Limited,
D-153A , 1st Floor, Okhla Industrial Area, Phase-I, New Delhi-110 020
Tel: +011-40450193-97, E-mail: admin@skylinerta.com, info@skylinerta.com

(i) Share Transfer System

All shareholders communications regarding share certificates, change of address, etc. are addressed to Registrar and Transfer Agents. The Company obtains from a Company Secretary in practice half yearly certificate of compliance with the share transfer formalities as required under Regulation 40(9) of the Listing Regulations, and files a copy of the same with the Stock Exchange. Pursuant to SEBI notification dated June 08, 2018, the transfer of shares is allowed only in dematerialized form except in case of transmission or transposition of shares. The processes for shares held in dematerialized form are dealt by the depository participants without any involvement of the Company.

(j) Credit Ratings

The CRISIL vide its letter dated November 18, 2020 has reaffirmed the credit rating assigned to the Company on the Bank Facilities. The long term credit rating has been reaffirmed as CRISIL BBB-/Stable. The short term credit rating has been reaffirmed as CRISIL A3.

(k) Distribution of shareholding as on March 31, 2021

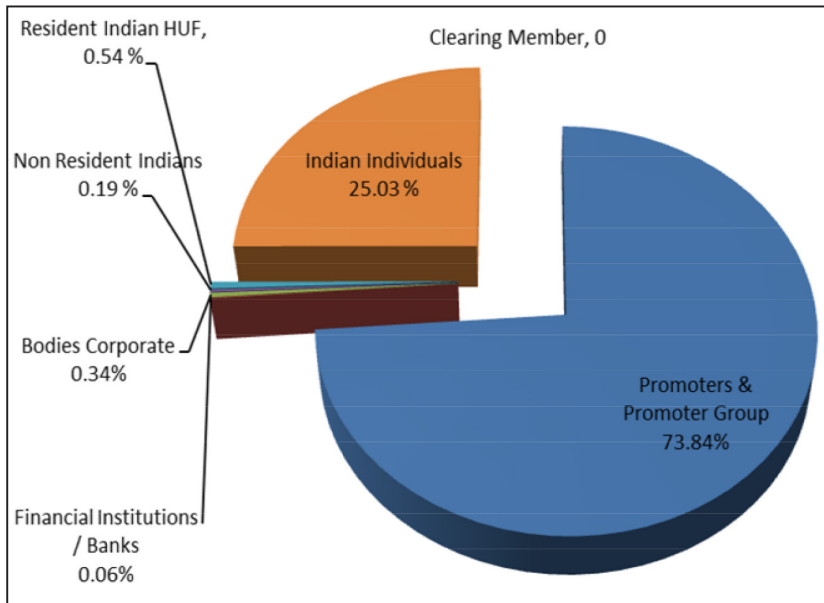
(i) Value wise

Shareholding of Nominal Value	Shareholders		Shareholding	
	Number	Percentage	Amount in (Rs.)	Percentage
Upto 5000	2303	96.24	1899750	14.26
5001 to 10000	56	2.34	410140	3.08
10001 to 20000	15	0.63	201290	1.51
20001 to 30000	6	0.25	159380	1.20
30001 to 40000	3	0.13	114480	0.86
40001 to 50000	1	0.04	46000	0.35
50001 to 100000	4	0.17	264210	1.98
Above 100000	5	0.21	10223750	76.76
Total	2393	100	13319000	100

(ii) Category wise

S. No.	Category	No. of Shares	Shareholding as a % of total number of shares
A	Promoter & Promoter Group	983506	73.84
B	Public Shareholding		
1	Financial Institutions/ Banks	786	0.06
2	Bodies Corporate	4491	0.34
3	Non-Resident Indians	2519	0.19
4	Resident Indian HUF	7154	0.54
5	Indian Individuals	333443	25.03
6	Clearing Member	1	0.00
	Total	1331900	100

Graphical Presentation of Shareholding



(l) Information pursuant to Regulation 36(3) of the SEBI Listing Regulations, 2015

Information pertaining to particulars of Director to be appointed/re-appointed at the forthcoming Annual General Meeting has been included in the Notice convening the Annual General Meeting.

(m) Certification of Non Disqualification of Directors from Company Secretary in Practice

The Company has obtained a certificate from a Practicing Company Secretary, Ms. Suman Pandey, Partner of M/s. RSM & Co., Company Secretary in Practice, as per the provisions of Schedule V(C) of the Listing Regulations, confirming that none of the Directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as Directors of companies by SEBI/Ministry of Corporate Affairs or any such statutory authority. The Certificate is attached as **Annexure-B**.

(n) Compliance Certificate from the Statutory Auditors

The Company has obtained a Certificate from Statutory Auditors confirming compliance of conditions of Corporate Governance as stipulated in Schedule V(E) of the Listing Regulations. The Certificate is attached as **Annexure-C**.

(o) (i) Dematerialization of Shares

The Company has signed agreements with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL). 1174752 equity shares of the Company were in dematerialized form as on March 31, 2021. Under the Depository System, the International Securities Identification Number (ISIN) allotted to the Company's shares is **INE759I01016**.

(ii) Liquidity

The Equity Shares of the Company are frequently traded on the BSE Limited and Calcutta Stock Exchange Limited

(p) Outstanding GDRs/ADRs/Warrants or any Convertible instruments, conversion date and likely impact on equity:

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

(q) Commodity price risk or foreign exchange risk and hedging activities:

The Company does not deal in commodities and hence the disclosure pursuant to SEBI Circular dated November 15, 2018 is not required to be given.

(r) Location of Plant

Plot No. 1B/1C, Udyog Vihar, Greater Noida (U.P.)-201306

(s) Registered Office and Address for Correspondence

Perfectpac Limited

910, Chiranjiv Tower, 43, Nehru Place,

New Delhi-110019

Tel: 011-26441015-18

Email:- complianceofficer@perfectpac.com

Website:- www.perfectpac.com

(t) Corporate Identification Number (CIN)

L72100DL1972PLC005971

11. COMPLIANCE WITH THE REGULATIONS RELATED TO CORPORATE GOVERNANCE IN THE SEBI LISTING REGULATIONS, 2015

(a) Mandatory Requirements

The Company has complied with mandatory requirements relating to corporate governance as prescribed in Listing Regulations.

(b) Extent to which Discretionary Requirements have been adopted:

The status of adoption of non-mandatory/discretionary requirements as specified in Regulation 27(1) read with Part E of Schedule II of the Listing Regulations is given below:

(i) The Board

The Chairman is Non-Executive Director.

(ii) Shareholders' Rights

As the quarterly and half-yearly performance are published in the newspapers and are posted on the Company's website, the same are not being sent separately to each household of the shareholders.

(iii) Modified Opinion(s) in Audit Report

The Company's financial statement for the financial year ended March 2021 does not contain any modified opinion.

(iv) Reporting of Internal Auditor

Internal Auditor reports to the Audit Committee.

CEO/CFO Certification

In compliance with Regulation 17(8) read with Schedule II(B) of the Listing Regulations 2015, a declaration by Managing Director and CFO is enclosed as **Annexure-D** which, inter-alia, certifies to the Board the accuracy of financial statements and the adequacy of internal controls for the financial reporting purpose.

ANNEXURE - A

TO WHOMSOEVER IT MAY CONCERN

This is to confirm that all the Board Members and Senior Management Personnel have affirmed compliance with the Code of Conduct for Directors and Senior Management of the Company for the year ended March 31, 2021

For and on behalf of the Board

Place : New Delhi
Dated : July 28, 2021

Sanjay Rajgarhia
Managing Director

ANNEXURE - B

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

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

To,
The Members
PERFECTPAC LIMITED
CIN: L72100DL1972PLC005971
910, CHIRANJIV TOWER
43, NEHRU PLACE, NEW DELHI-110019

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of Perfectpac Limited having CIN: L72100DL1972PLC005971 and having Registered Office: 910 Chiranjiv Tower, 43 Nehru Place, New Delhi 110 019 (hereinafter referred to as 'the Company'), produced before me/us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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

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

For RSM & CO.
Company Secretaries

CS SUMAN PANDEY
PARTNER
FCS NO.7606, C.P. NO. 8404
UDIN : F007606C000701741

Dated: 28.07.2021
Place: New Delhi

**Independent Auditor's Certificate Regarding compliance of conditions of
Corporate Governance**

To,
The Members of
PERFECTPAC LIMITED

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

Management's Responsibility

The compliance of conditions of Corporate Governance is the responsibility of the Management of the Company. This responsibility includes the design, implementation and maintenance of internal control and procedures to ensure the compliance with the conditions of the Corporate Governance stipulated in the Listing Regulations.

Auditor's Responsibility

Our responsibility is limited to examining the procedures and implementation thereof adopted by the Company for ensuring compliance with the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the Financial Statements of the Company.

We have examined the books of account and other relevant records and documents maintained by the Company for the purposes of providing reasonable assurance on the compliance with Corporate Governance requirements by the Company.

We have carried out an examination of the relevant records of the Company in accordance with the Guidance Note on Certification of Corporate Governance issued by the Institute of Chartered Accountants of India (the ICAI), the Standards on Auditing specified under Section 143 (10) of the Companies Act, 2013, in so far as applicable for the purpose of this certificate and as per the Guidance Note on Reports or Certificates for Special Purposes issued by the ICAI which requires that we comply with the ethical requirements of the Code of Ethics issued by the ICAI.

We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, quality control for firms that perform audits and reviews of Historical Financial Information and Other Assurance and Related Services Engagements.

Opinion

Based on our examination of the relevant records and according to the information and explanations provided to us and the representations provided by the management and considering the relaxations granted by the Ministry of Corporate Affairs and Securities and Exchange Board of India warranted due to the spread of the COVID-19 pandemic, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the Listing Regulations, as applicable for the year ended March 31, 2021, as referred to in paragraph 1 above.

We further state that such compliance 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.

For **V S S A & Associates**
Chartered Accountants
{Firm Registration No 012421N}

Place : New Delhi
Dated : 05.06.2021
UDIN: 21091309AAAACW6217

CA Samir Vaid
Partner
Membership No. 091309

ANNEXURE - D

CERTIFICATE OF CEO/CFO

(Pursuant to Regulation 17 (8) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

This is to certify that:

- (a) We have reviewed financial statements and the cash flow statement for the year 2020-21 and that to the best of our knowledge and belief:
 - i. these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - ii. these statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- (b) There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the Company's code of conduct.
- (c) We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of the internal control systems of the Company pertaining to financial reporting and we have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- (d) We have indicated, wherever applicable, to the auditors and the Audit committee:
 - i. No significant changes in internal control over financial reporting during the year;
 - ii. No significant changes in accounting policies during the year and
 - iii. No instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the company's internal control system over financial reporting.

For and on behalf of the Board

Place : New Delhi
Date : June 05, 2021

Mohinder Nagpal
Chief Financial Officer

Sanjay Rajgarhia
Managing Director

MANAGEMENT DISCUSSION AND ANALYSIS*[Schedule V – Regulation 34(3) of SEBI (LODR) Regulations, 2015]***Introduction**

Management Discussion and Analysis contain forward - looking statements including, but not limited to, statements concerning possible or assumed future results of operations of the Company. Forward-looking statements represent the Company's intentions, plans, expectations and beliefs, and are not guarantees of future performance. Such forward-looking statements represent Perfectpac's current views based on information as at the date of this report. They involve risks, uncertainties and assumptions and the Company's actual results could differ, which in some cases may be material, from those anticipated in these forward-looking statements.

a) INDUSTRY STRUCTURE AND DEVELOPMENTS

The corrugated packaging industry consists of about 300-400 automatic plants with substantial investment and thousands of smaller semi- automatic unit catering to the packaging needs of various types of industries. Most of the units are in the MSME Sector.

Packaging is used to cover or wrap a product to preserve its quality and extend the shelf life of its contents by reducing the risk of contamination. Packaging plays a very significant role in transportation, warehousing, logistics and sales of products. Apart from providing convenience to customers, packaging also plays a major role in attracting customers to purchase the product. It also controls the size and quantity of the content.

Corrugated packaging gained popularity with consumers as a result of it's light weight, good printability, ease of storage and easy recyclability.

b) OPPORTUNITIES & THREATS

In India, the packaging industry has witnessed constant changes over the years and it has emerged as one of the fastest growing sectors in India's economy.

In recent years, there has been a new user segment facilitating the growth of the Indian packaging industry viz e-commerce. The widespread adoption of e-commerce transactions/shopping has resulted in millions of packets being delivered daily across the country. This has further increased the demand for quality packaging material . Overall the quality standards and requirements are increasing for the Industry as a whole.

The industry is constantly faced with several challenges in terms of excess capacity, high degree of fragmentation resulting in poor bargaining power and capital constraints. The disruption in global trade and commerce due to the Pandemic has added to the woes of the industry in the form of severe raw material shortages and unprecedented hike in its prices, adversely affecting the profitability of the Industry.

c) SEGMENT-WISE PERFORMANCE

The Company is a single product Company and hence, segment-wise or product-wise performance is not provided.

d) OUTLOOK

Your Company's priorities have always revolved around service to our customers and maintaining the quality of our end product. We continue to work towards making these strategies our priority by modernizing plant and machinery and by adding balancing equipment to improve quality and production capacity of our products.

We feel that factors such as increasing demand from industries of fresh food and beverages, home & personal care goods, and electronic goods, logistics application, increasing consumer awareness towards sustainable packaging, and growth of the e-commerce industry will propell the growth of the corrugated boxes market.

e) RISKS & CONCERNS

The Company's business is exposed to both external and internal risks. The Company's Board of Directors has overall responsibility for the establishment and oversight of the Company risk management framework. The Company has framed a detailed Risk Management Policy which identifies the various types of risks at all levels of the Company,

identify the key business risk areas and a risk mitigation process. The policy aims to ensure resilience for sustainable growth and sound corporate governance by having an identified process of risk identification and management in compliance with the provisions of the Companies Act, 2013.

The purpose of risk management is to identify potential events that may affect achievement of organization strategy and business objectives and to manage such risks.

f) INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has developed adequate internal control system commensurate to its nature, size and scale of its business operation. Internal controls are regularly reviewed for the changing business economic and regulatory environment and to ensure efficiency and effectiveness. The Company has appointed M/s Sapra Sharma & Associates, LLP (Chartered Accountants), an outside agency as its Internal Auditors, who conduct internal audit for various activities. The reports of Internal Auditors are submitted to the Audit Committee which further reviews the adequacy and effectiveness of Internal Control System.

g) DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATING PERFORMANCE

The operating performance of the Company has been discussed in the Directors Report under the head financial summary and state of Company affairs/operations. The Profit Before Tax for the year 2020-21 was Rs. 107.78 lakhs as against Rs. 361.08 lakhs in the year 2019-20.

h) MATERIAL DEVELOPMENTS IN HUMAN RESOURCES / INDUSTRIAL RELATIONS FRONT, INCLUDING NUMBER OF PEOPLE EMPLOYED

Amidst the global pandemic of COVID-19 crisis, the safety of our employees has been our top-most priority and the Company has taken several measures to ensure their well-being. The Company is committed to create an environment of learning and development, promote internal talent and develop cross functional expertise. The Company has embarked on several human resource initiatives to enhance the productivity of the organization and each individual. Human Resource is valued as an extremely important and strategic resource and your Company believes in employee empowerment across the entire organization in order to achieve organizational effectiveness. As on March 31, 2021, the Company had 121 employees.

i) LONG TERM AND SHORT TERM STRATEGY

The Company opts for proactive approach with respect to any changes or opportunities triggered by customers' buying behaviour. The Company sells its products directly to the customers and its strategy is to work closely with its major customers and align its business operations and investment decisions according to their requirements. The Company will also make continuous efforts to explore other growth opportunities.

j) SIGNIFICANT CHANGES IN FINANCIAL RATIOS

During the year, the significant changes in the financial ratios of the Company, which are 25% or more as compared to the previous year are summarized below:-

Financial Ratios	FY 2020-21	FY 2019-20	Change in %	Reason for Change
Debtors Turnover Ratio	4.84	6.18	(21.71)	Due to the economic disruption caused by the pandemic the cash flows of most of the industries were affected resulting in delays of payments by the customers. Due to the lower turnover and increase in trade receivables this ratio is down as compared to previous year.
Inventory Turnover (RM)	7.02	10.44	(32.71)	The RM prices had been going up continuously last year so the Company had ramped up its inventory levels. This coupled with lower sales has resulted in steep decline in Inventory Turnover {RM} ratio.

Interest Coverage Ratio	6.58	14.56	(54.84)	Due to pandemic the cash flows of most of the industries were affected resulting in delays of payments by the customers. Due to delays in recovery from customers higher bank limits were used for smooth functioning of the Company resulting in higher interest outgo.
Current Ratio	2.12	3.24	(34.54)	Although net current assets had gone up during the year to Rs. 1571.84 from 1442.41 lacs of the previous year but the decline in the ratio is due to higher current assets and current liabilities.
Debt equity Ratio	0.63	0.29	116.28	Due to higher current liabilities (resulting due to higher current assets) the ratio has gone up.
Operation Profit Margin (%)	2.42	5.45	(55.65)	During the year there was sharp increase in RM costs which could not be passed on to the customers. Also due to pandemic the operations of the company was affected resulting in decline in turnover of the Company by over 10% and increase in fixed costs affecting the Profit Margin.
Net Profit margin (%)	1.24	3.53	(64.90)	During the year there was sharp increase in RM costs which could not be passed on to the customers. Also due to pandemic the operations of the company was affected resulting in decline in turnover of the Company by over 10% and increase in fixed costs affecting the Profit Margin.
Return on Net worth (%)	2.00	7.54	(73.53)	During the year there was sharp increase in RM costs which could not be passed on to the customers. Also due to pandemic the operations of the company was affected resulting in decline in turnover of the Company by over 10% and increase in fixed costs affecting the Profitability and hence the return on net worth.

k) CAUTIONARY STATEMENT

Statements in the Management Discussion and Analysis describing the Company's expectations or predictions may be forward looking within the meaning of applicable laws or regulations. The Company's actual results, performance or achievements could thus differ materially from those projected in any such forward-looking statements.

For and on behalf of the Board

Rajendra Kumar Rajgarhia
Chairman
DIN : 00141766

Place : New Delhi
Dated : July 28, 2021

INDEPENDENT AUDITOR'S REPORT

To the Members of
PERFECTPAC LIMITED

Report on the audit of the Ind AS Financial Statements

Opinion

We have audited the Ind AS financial statements of Perfectpac Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2021, the Statement of Profit and Loss, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the Financial Statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2021, its profit including other comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those SAs 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 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 there-under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the Ind AS financial statements of the current period. 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.

We have determined that there are no key audit matters to communicate in our report.

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

The Company's Board of Directors are 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.

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

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, financial performance including Other Comprehensive Income, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for

preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements 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 the 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.

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

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

Our objectives are to obtain reasonable assurance about whether the 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 judgement 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 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.

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 outway the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditors Report), Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "Annexure-A", a statement on the matters specified in paragraphs 3 and 4 of the Order to the extent applicable.
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 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 Indian Accounting Standards specified under Section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e) On the basis of the written representations received from the directors, as on 31st March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021, from being appointed as a director in terms of Section 164 (2) of the Act.
 - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
 - g) In our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director is not in excess of the limit laid down under Section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) which are required to be commented upon by us.
 - h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i) The Company has disclosed the impact of pending litigations on its financial position in its Ind AS financial statements - refer Note 29 to 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 were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For V S S A & Associates
Chartered Accountants
{Firm Registration No 012421N}

CA Samir Vaid

Partner

Membership No. 091309

UDIN : 21091309AAAACX2527

Place : New Delhi
Dated : June 05, 2021

**ANNEXURE A TO THE INDEPENDENT AUDITORS' REPORT ON THE IND AS
FINANCIAL STATEMENTS OF PERFECTPAC LIMITED**

(Referred to in paragraph 1 under Report on other Legal and Regulatory Requirements of our Report of even date)

- i. a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- b) The Company has a regular program of physical verification of its fixed assets through which all fixed assets are verified, in a phased manner over a period of three years. In our opinion, the periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. As informed to us, no material discrepancies were noticed on such verification during the year.
- c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties included in property, plant and equipment are held in the name of the Company. In respect of immovable properties taken on lease and disclosed as right-of-use-assets in the financial statements, the lease agreements are in the name of the Company.
- ii. The inventories except goods in transit have been physically verified by the management at reasonable intervals during the year, and no material discrepancies were noticed on physical verification.
- iii. The Company has not granted any loans, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register maintained under Section 189 of the Companies Act, 2013 as per information and explanations given to us. Consequently, the provisions of clauses 3(iii)(a), (iii)(b) and (iii)(c) of the Order are not applicable.
- iv. In our opinion and according to the information and explanations given to us, in respect of investments, guarantees and security provisions of Section 185 and 186 of the Companies Act, 2013 have been complied with.
- v. As per information and explanations given to us, the Company has not accepted any deposits from the public under Section 73 to 76 of the Companies Act, 2013 and hence the provisions of clause 3 (v) of the Order are not applicable.
- vi. We have broadly reviewed the records maintained by the Company pursuant to the Rules prescribed by the Central Government for maintenance of cost records under Sub Section (1) of Section 148 of the Act and are of the opinion that prima facie the prescribed accounts and records have been made and maintained. However, we are not required to and have not carried out any detailed examination of such accounts and records.
- vii. a) According to the information and explanations given to us and the records of the Company examined by us, the Company has been generally regular in depositing undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income Tax, duty of Customs, Goods and Services Tax, Cess and other statutory dues with the appropriate authorities during the year. We are informed that there are no undisputed statutory dues as at the year end, outstanding for a period of more than six months from the date they become payable.
- b) According to the information and explanations given to there are no dues of Income Tax, Goods and Services Tax, Sales Tax, Service Tax, Duty of Customs, Duty of Excise, Value Added Tax as on 31st March, 2021 which have not been deposited with the appropriate authorities on account of any dispute other than those mentioned below:-

Nature of dues	Amount (₹ Lakhs)	Period to which amount relates	Forum where the dispute is pending
Income tax	0.21	2009-10	Deputy commissioner of income tax

- viii. According to the records of the Company examined by us and on the basis of information and explanations given to us, the Company has not defaulted in repayment of dues to banks, financial institutions and Government. The Company has not obtained any borrowings by way of debentures.
- ix. In our opinion and according to the information and explanations given to us, term loans have been applied for the purpose for which they were raised. The Company has not raised any monies by way of initial public offer or further public offer (including debt instruments).
- x. To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and material fraud on the Company by its officers or employees has been noticed or reported during the year.
- xi. In our opinion and according to the information and explanations given to us, managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Companies Act, 2013.
- xii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Therefore, the provisions of clause (xii) of the Order are not applicable to the Company.
- xiii. In our opinion and according to the information and explanations given to us all transactions with the related parties are in compliance with Sections 177 and 188 of the Companies Act, 2013, where applicable. The details of such related party transactions have been disclosed in the Ind AS Financial Statements as required by the applicable accounting standards.
- xiv. 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 under review. Accordingly, provisions of clause 3(xiv) of the Order are not applicable to the Company.
- xv. According to the information and explanations given to us, the Company has not entered into any non-cash transactions with directors or persons connected with them and hence provisions of clause 3(xv) of the Order are not applicable to the Company.
- xvi. In our opinion and according to the information and explanations given to us, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

For V S S A & Associates
Chartered Accountants
{Firm Registration No 012421N}

CA Samir Vaid

Partner

Membership No. 091309

UDIN : 21091309AAAACX2527

Place : New Delhi
Dated : June 05, 2021

ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE IND AS FINANCIAL STATEMENTS OF PERFECTPAC LIMITED

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

We have audited the internal financial controls over financial reporting of Perfectpac Limited ("the Company") as of 31st March, 2021 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing as specified under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, 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 judgement, including the assessment of the risks of material misstatement of the Financial Statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls over Financial Reporting with reference to these Ind AS Financial Statements

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

Inherent Limitations of Internal Financial Controls over Financial Reporting with reference to these Ind AS Financial Statements

Because of the inherent limitations of internal financial controls over financial reporting with reference to these Ind AS financial statements, 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 31st March, 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **V S S A & Associates**
Chartered Accountants
{Firm Registration No 012421N}

CA Samir Vaid

Partner
Membership No. 091309
UDIN : 21091309AAAACX2527

Place : New Delhi
Dated : June 05, 2021

BALANCE SHEET AS AT 31st MARCH, 2021

(Rupees in lakhs)

Particulars	Note No.	As at	
		31st March, 2021	As at 31st March, 2020
ASSETS			
1 Non-current assets			
(a) Property, Plant and Equipment	3	1,495.37	1,340.03
(b) Intangible assets	3	5.39	6.77
(c) Right-of-use assets	3	79.35	82.14
(d) Financial Assets			
(i) Loans	4	35.88	35.50
(e) Other non-current assets	5	26.34	5.40
		<u>1,642.33</u>	<u>1,469.84</u>
2 Current assets			
(a) Inventories	6	1,110.95	692.60
(b) Financial Assets			
(i) Trade receivables	7	1,619.61	1,104.09
(ii) Cash and cash equivalents	8(a)	14.80	41.03
(iii) Other balances with banks	8(b)	44.50	41.08
(c) Current Tax Assets (net)	9	3.18	3.63
(d) Other current assets	10	184.11	204.97
		<u>2,977.15</u>	<u>2,087.40</u>
Total Assets		<u>4,619.48</u>	<u>3,557.24</u>
EQUITY AND LIABILITIES			
1 Equity			
a) Equity Share Capital	11	133.26	133.26
b) Other Equity	12	2,706.20	2,624.62
		<u>2,839.46</u>	<u>2,757.88</u>
Liabilities			
2 Non-Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	13	267.35	58.81
(ii) Lease liabilities		5.19	6.87
(iii) Other financial liabilities	14	10.13	10.13
(b) Deferred tax liabilities (net)	15	89.89	75.63
(c) Other Non Current Liabilities	16	2.15	2.93
		<u>374.71</u>	<u>154.37</u>
3 Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	17	611.07	181.65
(ii) Trade payables			
(a) Total outstanding dues of micro enterprises and small enterprises	39	14.82	13.47
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises		576.90	356.01
(iii) Lease liabilities		1.67	1.41
(iv) Other financial liabilities	18	189.85	75.76
(b) Provisions	19	0.06	6.87
(c) Other current liabilities	20	10.94	9.82
		<u>1,405.31</u>	<u>644.99</u>
Total Equity and Liabilities		<u>4,619.48</u>	<u>3,557.24</u>
See accompanying notes to the financial statements 1 to 41			

As per our report of even date attached for V S A & Associates (Firm Registration No. 012421N) Chartered Accountants

for and on behalf of the Board

Rajendra Kumar Rajgarhia
Chairman
(DIN 00141766)

Sanjay Rajgarhia
Managing Director
(DIN 00154167)

Harpal Singh Chawla
Director
(DIN 00025492)

CA Samir Vaid
Partner
M. No. : 091309

Mohinder Nagpal
Chief Financial Officer

Shefali Chauhan
Company Secretary
(M.No.: A60229)

PLACE : NEW DELHI
Dated : June 05, 2021

STATEMENT OF PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH, 2021
(Rupees in lakhs)

Particulars	Note No.	Year Ended 31st March, 2021	Year Ended 31st March, 2020
I Revenue from Operations	21	6,590.14	7,328.37
II Other Income	22	51.34	26.18
III Total Income (I+II)		<u>6,641.48</u>	<u>7,354.55</u>
IV EXPENSES			
Cost of materials consumed	23	4,749.25	5,042.68
Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	24	10.16	(15.32)
Employee benefits expense	25	681.66	744.49
Finance costs	26	51.62	38.58
Depreciation and amortization expense	27	180.06	162.12
Other expenses	28	860.95	1,020.92
Total Expenses		<u>6,533.70</u>	<u>6,993.47</u>
Profit before tax		107.78	361.08
V Tax expense:			
Current		16.19	69.21
Income tax relates to earlier years		0.16	0.51
MAT Credit Entitlement		(1.05)	0.00
Deferred tax		15.31	30.50
VI Profit for the year (IV-V)		<u>77.17</u>	<u>260.86</u>
VII Other Comprehensive Income			
(i) Items that will not be reclassified to profit or loss		5.96	(2.37)
Remeasurements of net defined benefit plans			
(ii) Income tax relating to items that will not be reclassified to profit or loss		(1.55)	-
Total Other Comprehensive Income		<u>4.41</u>	<u>(2.37)</u>
VIII Total Comprehensive Income (VI+VII)		<u>81.58</u>	<u>258.49</u>
IX Earning Per Equity Share	35		
Basic (Rs.)		5.79	19.58
Diluted (Rs.)		5.79	19.58
See accompanying notes to the financial statements	1 to 41		

As per our report of even date attached
for V S A & Associates
(Firm Registration No. 012421N)
Chartered Accountants

CA Samir Vaid
Partner
M. No. : 091309

PLACE : NEW DELHI
Dated : June 05, 2021

for and on behalf of the Board

Rajendra Kumar Rajgarhia
Chairman
(DIN 00141766)

Sanjay Rajgarhia
Managing Director
(DIN 00154167)

Harpal Singh Chawla
Director
(DIN 00025492)

Mohinder Nagpal
Chief Financial Officer

Shefali Chauhan
Company Secretary
(M.No.: A60229)

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31st MARCH, 2021

(Rupees in lakhs)

A. EQUITY SHARE CAPITAL

As at April 1, 2020	133.26
Changes in equity share capital	-
As at March 31, 2021	133.26

B. OTHER EQUITY

	Reserves and Surplus			Items of other comprehensive income	Total
	Securities premium	General Reserve	Retained Earnings	Remeasurement of defined benefit plans (FVOCI)	
Balance as at April 1,2019	99.89	146.80	2,122.56	(3.12)	2,366.13
Profit for the year	-	-	260.86	-	260.86
Other Comprehensive income for the year	-	-	-	(2.37)	(2.37)
Total comprehensive Income for the year	-	-	260.86	(2.37)	258.49
Balance as at March 31,2020	99.89	146.80	2,383.42	(5.49)	2624.62
Profit for the year	-	-	77.17	-	77.17
Other Comprehensive income for the year	-	-	-	4.41	4.41
Total comprehensive Income for the year	-	-	77.17	4.41	81.58
Balance as at March 31,2021	99.89	146.80	2,460.59	(1.08)	2706.20

As per our report of even date attached
for V S S A & Associates
(Firm Registration No. 012421N)
Chartered Accountants

CA Samir Vaid
Partner
M. No. : 091309

PLACE : NEW DELHI
Dated : June 05, 2021

for and on behalf of the Board

Rajendra Kumar Rajgarhia
Chairman
(DIN 00141766)

Sanjay Rajgarhia
Managing Director
(DIN 00154167)

Harpal Singh Chawla
Director
(DIN 00025492)

Mohinder Nagpal
Chief Financial Officer

Shefali Chauhan
Company Secretary
(M.No.: A60229)

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2021**(Rupees in lakhs)**

	Year Ended 31.03.2021	Year Ended 31.3.2020
A CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before Tax Exceptional & Extraordinary items	107.78	361.08
Add Exceptional items	-	-
Adjustments for:		
Other Comprehensive Income	4.41	(2.37)
Depreciation	180.06	162.12
(Profit)/loss on sale of fixed Assets & Assets Discarded (Net)	(31.13)	9.18
Interest Paid	51.62	38.58
Interest received	(8.09)	(2.04)
Operating Profit before working capital changes	304.65	566.55
Adjustments for:		
Trade and Other Receivables	(515.53)	149.76
Inventories	(418.35)	42.43
Trade Payable and Other Liabilities	262.36	(69.33)
Cash Generated from Operations	(366.87)	689.41
Direct Taxes Paid (including deferred tax)	(30.61)	(100.22)
B CASH FLOW BEFORE EXTRAORDINARY ITEMS	(397.48)	589.19
Extraordinary Items	-	-
Net Cash from Operating Activities	(397.48)	589.19
CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of Fixed Assets, Including capital work in progress	(350.15)	(571.64)
Purchase of Investments	-	-
Sale of Fixed Assets	50.05	30.75
Interest received	8.09	2.04
Net Cash used in Investing Activities	(292.01)	(538.85)
C CASH FLOW FROM FINANCING ACTIVITIES:		
Repayments of Long Term Borrowings	(91.50)	(41.77)
Net proceeds of Long Term Borrowings	381.80	48.08
Net proceeds of Short Term Borrowings	429.42	53.18
Dividend & Dividend Tax Paid	-	-
Payment of Lease Liability	(1.42)	(0.76)
Interest Paid	(51.62)	(38.58)
Net Cash from Financing Activities	666.68	20.15
Net Increase in Cash and Cash Equivalents (A+B+C)	(22.81)	70.49
Cash and Cash Equivalents as at 1st April, Opening Balance	82.11	11.62
Cash and Cash Equivalents as at 31st March, Closing Balance	59.30	82.11

Note: Figures in brackets represent outflow.

**As per our report of even date attached
for V S S A & Associates
(Firm Registration No. 012421N)
Chartered Accountants**

for and on behalf of the Board

Rajendra Kumar Rajgarhia
Chairman
(DIN 00141766)

Sanjay Rajgarhia
Managing Director
(DIN 00154167)

Harpal Singh Chawla
Director
(DIN 00025492)

**CA Samir Vaid
Partner
M. No. : 091309**

Mohinder Nagpal
Chief Financial Officer

Shefali Chauhan
Company Secretary
(M.No.: A60229)

**PLACE : NEW DELHI
Dated : June 05, 2021**

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

1. Corporate Information

Perfectpac Limited (“the Company”) is a public limited Company incorporated in India with its Registered Office at Delhi and is listed on the Bombay Stock Exchange Limited (BSE) and Calcutta Stock Exchange Limited (CSE). The Company is engaged interalia, in the business of manufacturing of Packaging products.

2. Significant Accounting Policies

The significant accounting policies applied by the Company in the preparation of its Financial Statements are listed below. Such accounting policies have been applied consistently to all the periods presented in these Financial Statements.

(a) Statement of Compliance

The Financial Statements have been prepared as a going concern in accordance with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (“the Act) including the rules notified under the relevant provisions of the Companies Act, 2013.

(b) Basis for Preparation & Presentation

The Financial Statements have been prepared under the historical cost convention on accrual basis with the exception of certain assets and liabilities carried at fair values. The Assets and Liabilities have been classified as Current/Non Current as per the Companies normal operating cycle and other criteria set out in the Act. Based on the nature of products and the time between the acquisition of assets for processing and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of Current/ Non Current classification of assets and liabilities.

(c) Property, Plant and Equipment-Tangible Assets

Property, Plant and Equipment are stated at cost, net of recoverable taxes, trade discounts 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 changes 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.

Depreciation Method and Estimated Useful Life

- i. Depreciation is provided on the straight line method over the estimated useful life of the assets as prescribed under the Schedule II to the Companies Act 2013.
- ii. Gains and losses on disposals are determined by comparing proceeds with carrying amount and such gains or losses are recognized as income or expense in the Statement of Profit and Loss.
- iii. Cost of items of Property, Plant and Equipment not ready for intended use as on the Balance Sheet date is disclosed as capital work in progress. Advances given towards acquisition of Property, Plant and Equipment outstanding at each Balance Sheet date are disclosed as Capital Advance under Other Non Current Assets.

(d) Intangible Assets and Amortization

Intangible assets are stated at cost, net of recoverable taxes, trade discounts and rebates less accumulated amortization and impairment loss, if any. The cost comprises of purchase price, borrowing costs and any cost directly

attributable to bringing the asset to its working condition for the intended use.

Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are recognized as income or expense in the Statement of Profit and Loss.

Cost of items of intangible assets not ready for intended use as on the Balance Sheet date is disclosed as intangible assets under development.

Amortization Method and Estimated Useful Life

Amortization is charged on a straight line basis over the estimated useful life. The estimated useful life and amortization method are reviewed at the end of each annual reporting period with the effect of any changes in the estimate being accounted for on a prospective basis.

(e) Impairment of Non-financial assets.

Tangible and Intangible assets are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognized for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs of disposal and value in use. Non financial assets that suffered an impairment are reviewed for possible reversal of the impairment at the end of each reporting period.

(f) Leases

In accordance with Ind AS 116, as lessee with a term of more than 12 months, the Company recognises a 'right-of-use' asset at cost for the lease term at the commencement date and a lease liability representing its obligation to make future lease payments. The 'Right-of-use' asset is depreciated using the straight line method from the commencement date over the shorter of lease term or useful life of 'right-of-use' asset. The lease payment is discounted using the lessee's incremental borrowing rate as there is no interest rate implicit in the lease. Short term lease and lease of low value is treated as expense on straight line basis or other systematic basis over the lease term

(g) Financial Instruments

Financial Assets and Financial Liabilities are recognized when the Company becomes a party to the contractual provisions of the relevant instrument. Since the transaction price does not differ significantly from the fair value of the financial asset or financial liability, the transaction price is assumed to be the fair value on initial recognition. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities are added to or deducted from the fair value on initial recognition of financial assets or financial liabilities. Purchase and sale of financial assets are recognized using trade date accounting.

i. Financial Assets

Financial assets include Trade Receivables, Advances, Security Deposits, Cash and Cash Equivalents etc which are classified for measurement at amortized cost. The Company accounts its investments in subsidiaries and associates at cost.

Management determines the classification of an asset at initial recognition depending on the purpose for which the asset was acquired. The subsequent measurement of financial assets depends on such classification.

Impairment:

The Company assesses at each reporting date whether a financial asset (or a group of financial assets) are tested for impairment based on available evidence or information. Expected credit losses are assessed and loss allowances recognized if the credit quality of the financial asset has deteriorated significantly since initial recognition.

De-Recognition:

Financial assets are derecognized when the right to receive cash flow from the assets has expired, or has been transferred and the Company has transferred substantially all of the risks and rewards of ownership.

Income Recognition:

Interest income is recognized in the Statement of Profit and Loss using the effective interest method.

ii. Financial Liabilities:

Borrowings, Trade Payables and other Financial Liabilities are initially recognized at the value of the respective contractual obligations. They are subsequently measured at amortized cost using the effective interest method.

The effective interest method is a method of calculating the amortized cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the financial liability.

For trade and other payables maturing within one year from the Balance Sheet date, the carrying amounts approximate fair value due to short maturity of these instruments.

De-Recognition:

Financial Liabilities are derecognized when the liability is extinguished, that is, when the contractual obligation is discharged, cancelled and on expiry.

(h) Inventories

Inventories are valued at lower of cost and net realizable value except waste which is valued at estimated realizable value as certified by the management. The basis of determining cost for various categories of inventories are as follows:

Stores, Spare Parts, Packing Materials and Raw Materials	First in First out basis.
Work in Progress and Finished Goods	Material cost plus appropriate share of production overheads.

(i) Revenue

Revenue is recognized when the performance obligation is satisfied by transferring a promised good or service (i.e. an asset) to a customer. An asset is transferred when (or as) the customer obtains control of that asset. Revenue is measured at the fair value of the consideration received or receivable net of discounts, taking into account contractually defined terms and excluding taxes and duties collected on behalf of the Government. Interest income is accrued on time proportion basis, by reference to the principal outstanding and the effective interest rate applicable. Income from services if any, is accounted over the period of rendering of services.

(j) Foreign Currency Transactions

Items included in the Financial Statements are measured using the currency of the primary economic environment in which the entity operates (the functional currency). The Financial Statements are presented in Indian Rupee (INR) which is Company's functional and presentation currency.

Foreign currency transactions are translated into the functional currency using the exchange rates at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at year end exchange rates are generally recognized in Statement of Profit and Loss.

(k) Cash and Cash Equivalents

For the purpose of presentation in the statement of Cash Flows, Cash and Cash Equivalents includes cash in hand, cheques/drafts in hand, demand deposits with banks, short term balances, highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

(l) Income Tax

Income tax expense represents the sum of the current tax and deferred tax.

Current tax charge is based on taxable profit for the year. Taxable profit differs from profit as reported in the Statement of Profit and Loss because some items of income or expense are taxable or deductible in different years or may never be taxable or deductible. The Company's liability for current tax is calculated using Indian tax rates and laws that have been enacted by the reporting date.

Current tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority.

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

Deferred tax is the tax arising from temporary differences between the carrying amounts of assets and liabilities in the Balance Sheet and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognized for all taxable temporary differences and deferred tax assets are recognized to the extent that it is probable that taxable profits will be available against which deductible temporary differences can be utilized. Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset realized, based on tax rates that have been enacted or substantively enacted by the reporting date.

Deferred income tax assets and liabilities are off set against each other and the resultant net amount is presented in the Balance Sheet if and only when the Company currently has a legally enforceable right to set off the current income tax assets and liabilities.

Current and deferred tax is recognized in profit or loss, except to the extent that it relates to items recognized in Other Comprehensive Income or directly in equity. In this case the tax is also recognized in Other Comprehensive Income or directly in equity respectively.

(m) Employee Benefits

(i) Short Term Employee Benefits

Short term employee benefits are expensed as the related service is provided. A liability is recognized for the amount expected to be paid if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

(ii) Post Employment Benefits

Defined Contribution Plans

The Company's defined contribution plans are superannuation and employees provident fund, Employee State Insurance/Labour Fund and employees pension scheme (under the provisions of the Employees' Provident Funds and Miscellaneous Provisions Act, 1952) since the Company has no further obligation beyond making the contributions. The Company's contributions to these plans are charged to the Statement of Profit and Loss as incurred.

Defined Benefits Plans

Liability for defined benefit plans is provided on the basis of valuations as at the Balance Sheet date, carried out by an independent actuary.

Gratuity

The gratuity fund benefits are administered by a Trust recognized by Income Tax Authorities through Group Gratuity Schemes. The liability for gratuity at the end of the each financial year is determined on the basis of actuarial valuation carried out by the independent Actuary. The method used for measuring the liability for gratuity is Projected Unit Credit Method. Actuarial gains and losses are recognized in the Statement of Other Comprehensive Income in the period of occurrence of such gains and losses. The obligations for gratuity are measured at the present value of estimated future cash flows discounted at rates reflecting the prevailing market yields of Indian Government securities as at the Balance Sheet date for the estimated term of the obligations. The estimate of future salary increases considered takes into account the inflation, seniority, promotion and other relevant factors. The expected rate of return of plan assets is the Company's expectation of the average long term rate of return expected on investments of the fund during the estimated term of the obligations. Plan assets are measured at fair value as at the Balance Sheet date.

(iii) Other Long Term Benefits Plans

The liabilities for earned leave are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. They are therefore measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the Projected Unit Credit Method. The benefits are discounted using the market yields at the end of the reporting period that have terms approximating to the terms of the related obligation. Re-measurements as a result of experience adjustments and changes in actuarial assumptions are recognized in Other Comprehensive Income.

(n) Earnings Per Share

Basic Earnings Per Share is calculated by dividing the profit for the period attributable to the owners of Company by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares that have changed the number of equity shares outstanding without a corresponding change in resources. For the purposes of calculating diluted earnings per share the profit for the period attributable to the owners of the Company and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

(o) Exceptional Items

When items of income or expense are of such nature, size and incidence that their disclosure is necessary to explain the performance of the Company for the year, the Company makes a disclosure of the nature and amount of such items separately under the head "Exceptional Items."

(p) Provisions and Contingent Liabilities

A provision is recognized if as a result of a past event, the Company has a present obligation (legal or constructive) that can be estimated reliably and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are recognized at the best estimate of the expenditure required to settle the present obligation at the Balance Sheet date. If the effect of time value of money is material, provisions are discounted using a current pre tax rate that reflects, when appropriate the risks specific to the liability.

A contingent liability exists when there is a possible but not probable obligation, or a present obligation that may, but probably will not, require an outflow of resources, or a present obligation whose amount cannot be estimated reliably. Contingent liabilities do not warrant provisions but are disclosed unless the possibility of outflow of resources is remote. Contingent assets are neither recognized nor disclosed in the Financial Statements. However, when the realization of income is virtually certain then the related asset is not a contingent asset and its recognition is appropriate.

(q) Rounding of Amounts

All amounts disclosed in the Financial Statements and accompanying notes have been rounded off to the nearest lakhs as per the requirement of Schedule III of the Companies Act, 2013 unless otherwise stated.

(r) Dividends

Dividend proposed (including income tax thereon) is recognized in the period in which interim dividends are approved by the Board of Directors or in respect of final dividend when approved by shareholders.

(s) Borrowing Cost

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

(t) Use of Estimates and Critical Accounting Judgements

The preparation of Financial Statements is in conformity with Generally Accepted Accounting Principles which requires management to make estimates and assumptions.

The estimates and the associated assumptions are based on historical experience, opinions of experts and other factors that are considered to be relevant. Actual results may differ from these estimates.

Significant judgements and estimates are made in areas relating to useful life of Property, Plant and Equipment, impairment of Property, Plant and Equipment, Investments, actuarial assumptions relating to recognition and measurement of employee defined benefit obligations and recognition of provisions and exposure of contingent liabilities relating to pending litigations or other outstanding claims etc.

(u) Recent Indian Accounting Standards(Ind AS)

Ministry of Corporate Affairs notifies new Standards or amendments to the existing Standards. There is no such notification which would be applicable from April 1, 2021 other than amendments to Schedule III. The Company will evaluate the same to give effect as required by law.

(Rupees in lakhs)

NOTE-3(a) Property, Plant and Equipment

FIXED ASSETS DESCRIPTION	GROSS BLOCK			DEPRECIATION/AMORTISATION			NET BLOCK			
	Cost As at 01.04.2020	Additions during the year	Deductions/Re- irement during the year	Cost As at 31.03.2021	As at 01.04.2020	For the year	Deductions/Re- irement during the year	As At 31.03.2021	As At 31.03.2020	
Tangible Assets										
Buildings	272.59	1.94	-	274.53	43.64	11.09	-	54.73	219.80	228.95
Plant & Equipments	1,258.75	299.59	52.11	1,506.23	395.41	118.80	37.45	476.76	1,029.47	863.34
Furniture & Fixtures	5.31	1.80	-	7.11	2.18	0.58	-	2.76	4.35	3.13
Office Equipments	40.74	4.33	-	45.07	15.43	7.33	-	22.76	22.31	25.31
Electrical Installations and Fittings	8.32	-	-	8.32	1.64	0.40	-	2.04	6.28	6.68
Vehicles	314.55	40.95	12.55	342.95	103.65	36.67	8.29	132.03	210.92	210.90
Computers	4.83	1.38	-	6.21	3.11	0.86	-	3.97	2.24	1.72
TOTAL	1,905.09	349.99	64.66	2,190.42	565.06	175.73	45.74	695.05	1,495.37	1,340.03
Intangible Assets										
Computer Software	8.43	0.16	-	8.59	1.66	1.54	-	3.20	5.39	6.77
TOTAL	8.43	0.16	-	8.59	1.66	1.54	-	3.20	5.39	6.77
NOTE-3(b)										
Right of Use assets	87.16	-	-	87.16	5.02	2.79	-	7.81	79.35	82.14
TOTAL	87.16	-	-	87.16	5.02	2.79	-	7.81	79.35	82.14
	95.59	0.16	-	95.75	6.68	4.33	-	11.01	84.74	88.91
TOTAL	2,000.68	350.15	64.66	2,286.18	571.74	180.06	45.74	706.06	1,580.11	1,428.94
Previous Year	1441.32	641.47	82.11	2,000.68	451.79	162.12	42.17	571.74	1,428.94	

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2021**(Rupees in lakhs)**

	As at 31st March, 2021	As at 31st March, 2020
4 Loans		
Loans Receivables considered good-Unsecured		
Security Deposits		
a) Related Party*	0.53	-
b) Others	35.35	34.97
	<u>35.88</u>	<u>35.50</u>
*Security against rent given to Managing Director		
5 Other non-current assets		
Unsecured considered good:		
Capital Advances	22.55	-
Advances other than capital advances		
Advances to Employees	1.41	2.07
Prepaid Expenses	2.38	3.33
	<u>26.34</u>	<u>5.40</u>
6 Inventories		
(As taken, valued & certified by the Management) - At cost or net realisable value, whichever is lower except waste at estimated realisable value)		
i) Raw materials	902.22	450.14
ii) Work in progress	4.80	5.05
iii) Finished goods	64.51	74.25
iv) Stores, Spares & Loose Tools	137.92	161.49
v) Others- Waste & scrap	1.50	1.67
	<u>1,110.95</u>	<u>692.60</u>
7 Trade Receivables (Unsecured)		
(a) Trade Receivables considered good	1,619.61	1,104.09
(b) Trade Receivables which have significant increase in Credit Risk	-	-
(c) Trade Receivables-credit impaired	-	-
	<u>1,619.61</u>	<u>1,104.09</u>
8 Cash and cash equivalents		
(a) Balances with Banks:		
In Current accounts	6.96	36.01
(b) Cash in Hand (as certified)	7.84	5.07
	<u>14.80</u>	<u>41.08</u>
(c) Other		
Bank deposits with original maturity upto 12 months (Including interest accrued)	44.50	41.03
	<u>44.50</u>	<u>41.03</u>
9 Current tax assets (net)		
Advance income tax (net of provision)	3.18	3.63
	<u>3.18</u>	<u>3.63</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2021

(Rupees in lakhs)

	As at 31st March, 2021	As at 31st March, 2020
10 Other current assets		
Unsecured considered good		
Advances other than capital advances		
Advances against supply of goods & services	17.90	45.58
Insurance claim receivable	-	35.75
Advances to employees	7.72	11.89
Prepaid Expenses	10.98	6.22
Advances with Government Authorities	147.51	105.53
	<u>184.11</u>	<u>204.97</u>
11 Share Capital		
Authorised Share Capital		
2000000 Equity Shares of Rs. 10 each	200.00	200.00
125000 Preference Shares of Rs. 100 each	125.00	125.00
	<u>325.00</u>	<u>325.00</u>
Issued, Subscribed and Paid up		
1331900 Equity Shares of Rs. 10 each fully paid	133.19	133.19
Add: forfeited shares	0.07	0.07
	<u>133.26</u>	<u>133.26</u>

The Company has issue only one class of Share refer to as Equity Shares having a par value of Rs. 10 each. Each holder of Equity Share is entitled to one vote per share held. The Company declares and pays dividends in Indian Rupees. The Dividend proposed by the Board of Directors is subject to the approval of Shareholders in the ensuing General Meeting except in case of interim dividend.

In the event of liquidation of the Company, the holders of Equity Shares will be entitled to receive any of the remaining assets of the Company, after distribution of all preferential amounts. However, no such preferential amounts exist currently. The distribution will be in proportion to the number of Equity Shares held by the Shareholders.

The details of Shareholders holding more than 5% of the aggregate shares in the Company:-

NAME OF SHAREHOLDER	As at 31st March, 2021		As at 31st March, 2020	
	No. of Shares	% held	No. of Shares	% held
SANJAY RAJGARHIA	636,282	47.77	611,938	45.94
ESSVEE FISCAL LLP	142,347	10.69	138,247	10.38
FARIDABAD PAPER MILLS PRIVATE LIMITED	200,277	15.04	200,277	15.04

Reconciliation of the Equity shares outstanding

PARTICULARS	As at 31st March, 2021		As at 31st March, 2020	
	No. of Shares	Rupees in Lakhs	No. of Shares	Rupees in Lakhs
Balance at the beginning of the year	1,331,900	133.19	1,331,900	133.19
Issued during the year	-	-	-	-
Balance at the end of the year	1,331,900	133.19	1,331,900	133.19

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2021**(Rupees in lakhs)**

	As at 31st March, 2021	As at 31st March, 2020
12 Other Equity		
Securities Premium		
As per last Balance Sheet	99.89	99.89
General Reserve		
As per last Balance Sheet	146.80	146.80
Retained Earnings		
As per last Balance Sheet	2,383.42	2,122.56
Profit for the year	<u>77.17</u>	<u>260.86</u>
	2,460.59	2,383.42
Other comprehensive income		
As per last Balance Sheet	(5.49)	(3.12)
Ind AS Adjustments	<u>4.41</u>	<u>(2.37)</u>
	<u>2,706.20</u>	<u>2,624.62</u>

Nature and description of reserve :

- (i) **Securities Premium** : The amount received in excess of face value of the equity shares is recognised in Securities Premium Reserve. It can be utilised in accordance with the provisions of the Act, to issue bonus shares, to provide for premium on redemption of shares or debentures, write-off equity related expenses like underwriting costs etc.
- (ii) **General Reserve** : It represents the portion of the net profit which the Company has transferred, before declaring dividend pursuant to the earlier provision of Companies Act, 1956. Mandatory transfer to General Reserve is not required under the Companies Act, 2013.
- (iii) **Retained Earnings** : Retained Earnings are the accumulated profits earned by the Company as on Balance Sheet date.
- (iv) **Other Comprehensive Income** : Other Comprehensive Income represents actual gain/loss on remeasurement of defined benefit obligations.

13 BORROWINGS NON-CURRENT**Secured Term Loans**

from banks	215.79	16.26
from others	<u>51.56</u>	<u>42.55</u>
	<u>267.35</u>	<u>58.81</u>

STATEMENT OF SECURITIES GIVEN AND TERMS OF REPAYMENT OF LOANS AS AT 31.03.2021

Banker's Name	Non Current	Current	Security given	Instalments Outstanding	Maturity	Rate of Interest %
Secured term loans from Banks						
ICICI Bank Limited	-	1.60	Hypothecation of Vehicle	3	June-21	9.37
Kotak Mahindra Bank Limited	0.71	4.07	Hypothecation of Vehicle	14	May-22	9.01
Yes Bank	13.16	4.63	Hypothecation of Vehicle	41	Aug-24	9.25
Kotak Mahindra Bank Limited	4.94	4.94	Hypothecation of Vehicle	23	Feb-23	8.31
Kotak Mahindra Bank Limited	149.48	71.75	1st exclusive charge on all existing and future Current Assets, Moveable Assets and Moveable Fixed Assets and 1st charge on Industrial Property at Udyog Vihar greater noida UP and secured by personal guarantee of Managing Director.	37	April-24	9.30
Kotak Mahindra Bank Limited	47.50	9.50	11nd exclusive charge on all existing and future Current Assets, Moveable Assets and Moveable Fixed Assets and secured by personal guarantee of Managing Director.	36	Jul-24	8.00
Total	215.79	96.49				
Secured Term Loans from Companies						
Kotak Mahindra Prime Limited	13.58	3.09	Hypothecation of Vehicle	56	Nov-25	7.90
Daimler Financial services India Pvt Ltd	37.98	4.57	Hypothecation of Vehicle	31	Oct-23	10.75
Total	51.56	7.66				

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2021

(Rupees in lakhs)

	As at 31st March, 2021	As at 31st March, 2020
14 OTHER FINANCIAL LIABILITIES		
Deposits from Vendors	<u>10.13</u>	<u>10.13</u>
	<u>10.13</u>	<u>10.13</u>
15 Deferred Tax Liabilities (Net)		
Deferred Tax Liability:		
Difference between Book Depreciation and Depreciation under the Income Tax Rules	<u>90.96</u>	<u>76.55</u>
	<u>90.96</u>	<u>76.55</u>
Deferred Tax Asset		
Employee Benifts	<u>(0.02)</u>	<u>(0.92)</u>
MAT Credit Entitlement	<u>(1.05)</u>	<u>-</u>
	<u>(1.07)</u>	<u>(0.92)</u>
Deferred Tax Liabilities	<u>89.89</u>	<u>75.63</u>
Deferred Tax Liabilities (Net)	<u>89.89</u>	<u>75.63</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2021

(Rupees in lakhs)

	As at 31st March, 2021	As at 31st March, 2020
16 Other Non Current Liabilities		
Advances from Employees against Cars	2.15	2.93
	<u>2.15</u>	<u>2.93</u>
17 Borrowings		
Loans repayable on demand:		
Secured		
From banks*	611.07	181.65
	<u>611.07</u>	<u>181.65</u>
*Secured by first and exclusive hypothecation charge on all existing and future receivables, current assets, moveable assets, moveable fixed assets and equitable mortgage of factory Land and Building and also secured by way of personal guarantee of Managing Director of the company.		
18 Other Financial Liabilities		
Current maturity of long term debt		
From Banks	96.49	17.22
From Others	7.66	5.17
Interest accrued	1.21	0.57
Others:		
Accrued salaries and benefits	49.45	29.90
Creditors for Capital Goods	35.04	22.90
	<u>189.85</u>	<u>75.76</u>
19 Provisions		
Provision for Employee Benefits	0.06	6.87
	<u>0.06</u>	<u>6.87</u>
20 Other Current Liabilities		
Revenue received in advance	1.85	0.07
Statutory dues	9.09	9.75
	<u>10.94</u>	<u>9.82</u>
	Year Ended 31st March, 2021	Year Ended 31st March, 2020
21 Revenue From Operations		
Sale of Products	6,258.13	7,088.70
Sale of Services	0.55	2.94
Other operating revenues		
Sale of waste & Scrap	331.46	236.73
	<u>6,590.14</u>	<u>7,328.37</u>
22 Other Income		
Interest	8.09	2.04
Liabilities & Provisions written back	3.29	9.79
Bad Debts recovered	1.00	13.00
Net gain on Foreign Currency Transactions & Translation	3.72	1.35
Other Non Operating Income	35.24	-
	<u>51.34</u>	<u>26.18</u>
23 Cost of Materials Consumed		
Raw Materials	4,749.25	5,042.68
	<u>4,749.25</u>	<u>5,042.68</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2021

(Rupees in lakhs)

	As at 31st March, 2021	As at 31st March, 2020
24 Changes in Inventories Of Finished Goods, Work-In-Progress and Stock In Trade		
Stock at the beginning of the year		
Finished Goods	74.25	59.53
Work in Progress	5.05	3.75
Others- Waste & Scarp	1.67	2.37
	<u>80.97</u>	<u>65.65</u>
Stock at the end of the year		
Finished Goods	64.51	74.25
Work in Progress	4.80	5.05
Others- Waste & Scarp	1.50	1.67
	<u>70.81</u>	<u>80.97</u>
	<u>10.16</u>	<u>(15.32)</u>
25 Employee Benefit Expense		
Salary, Wages, Allowances and Bonus	598.87	660.45
Contribution to Provident and Other Funds	38.86	31.25
Staff Welfare Expenses	43.93	52.79
	<u>681.66</u>	<u>744.49</u>
26 Finance Costs		
Interest expense	49.82	30.63
Other Borrowing cost	1.80	7.95
	<u>51.62</u>	<u>38.58</u>
27 Depreciation And Amortisation Expense		
Depreciation on Property, Plant & Equipment	175.73	159.48
Depreciation on Right of use assets	2.79	2.05
Amortisation on Intangible Assets	1.54	0.59
	<u>180.06</u>	<u>162.12</u>
28 Other Expenses		
Consumption of stores and spares	294.99	353.22
Power, fuel, water & utilities	230.76	262.05
Payment to the Auditors:		
Statutory Audit	1.80	2.00
For Other Services	0.32	0.04
	<u>2.12</u>	<u>2.04</u>
Forwarding Expenses (Net)	67.88	94.84
Repairs and Maintenance	44.44	60.80
Miscellaneous Expenses	207.76	245.97
Corporate Social Responsibility Expenses (Refer Note 34)	13.00	2.00
	<u>860.95</u>	<u>1,020.92</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2021**(Rupees in lakhs)**

CONTINGENT LIABILITIES	As at 31st March, 2021	As at 31st March, 2020
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29 CONTINGENT LIABILITIES & COMMITMENTS**(To the extent not provided for)**

a) Outstanding Capital Commitment (Net of Advances)	145.55	-
b) Interest on Local Area Development Tax recovery of which is stayed by Supreme Court of India.	1.83	1.83
c) ESIC demand excluding interest paid under protest Rs. 1.54 Lakhs (Rs. 1.54 Lakhs) being contested in appeal	3.09	3.09
d) Letter of credit outstanding & Standby/Guarantee	85.11	273.32
e) Disputed Income Tax	0.21	0.21

30 Some of the Sundry Debtors, Advances including Deposits and Current Liabilities are subject to confirmation/reconciliation.

31 Profit/loss on sale of raw materials, fuel and stores & spares etc if any stand adjusted in their consumption Accounts.

32 The company has taken Office premises and godown under a cancellable operating lease. The lease is usually renewed by mutual consent on mutually agreeable terms. Total rental expenses under such lease **Rs.37.10 Lakhs** (Rs. 37.93 Lakhs).

33 i) As per Ind AS 19 “Employee Benefits”, the disclosures as defined are given below:**Defined contribution plans**

a) The Company has calculated the various benefits provided to employees as under:- **(Rupees in lakhs)**

Particulars	Year Ended 31st March, 2021	Year Ended 31st March, 2020
Provident Fund	25.35	26.81
Employees State Insurance	4.28	4.95

(Disclosed in the statement of Profit & Loss as contribution to Provident and other Funds)

b) The Company operates post retirement defined benefit plan for retirement gratuity which is funded.

c) Details of post retirement gratuity plans & obligations are as follows:- **(Rupees in lakhs)**

Gratuity Scheme Funded Plan:	Year Ended 31st March, 2021	Year Ended 31st March, 2020
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A) Reconciliation of opening and closing balances of obligation.

a) Present value of obligation as at Opening date	78.72	69.03
b) Current Service Cost	3.51	4.10
c) Interest Cost	5.44	5.02
d) Actuarial (Gain)/Loss	(5.31)	2.17
e) Benefits Paid	10.91	1.60
f) Present value of obligation as at Closing date	71.45	78.72

B) Change in Plan Assets (Reconciliation of opening and closing balances)

a) Fair Value of Plan Assets as at opening date	71.91	58.87
b) Expected return on Plan Assets	5.34	4.28
c) Actuarial (Gain)/Loss	(0.65)	0.20
d) Contributions	6.81	10.16
e) Benefits Paid	10.91	1.60
f) Fair Value of Plan Assets as at Closing date	72.50	71.91

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2021

(Rupees in lakhs)

	Year Ended 31st March, 2021	Year Ended 31st March, 2020
C) Reconciliation of fair value of assets and obligations		
a) Present Value of Obligation as at Closing date	71.45	78.72
b) Fair value of Plan Assets as at Closing date	72.50	71.91
c) Liability recognized in the Balance Sheet	(1.05)	6.81
D) Expense recognized during the year		
a) Current Service Cost	3.51	4.10
b) Interest Cost	5.44	5.02
c) Expected return on Plan Assets	5.34	4.28
d) Difference plan fund size	1.30	(0.40)
e) Actuarial (Gain)/Loss	(5.96)	2.37
f) Expense recognized during the year	(1.05)	6.81
E) Assumptions		
a) Discount Rate (Per Annum)	7.00%	7.25%
b) Interest Rate (Per Annum)	6.91%	7.27%
c) Estimated Rate of return on Plan Assets (Per Annum)	6.91%	7.27%
d) Rate of Escalation in Salary (Per Annum)	6.00%	6.00%
ii) Reconciliation of Leave Encashment Liability		
The Company has paid contribution to Life Insurance Corporation of India towards accrued leave liability till year end and no other liability towards leave encashment is outstanding.		

	As at 31st March, 2021	As at 31st March, 2020
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34 The detail of Corporate Social Responsibility Expenses (CSR) for the year are as follows :-

(Rupees in Lakhs)

a) 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	7.71	7.20
b) Amount of shortfall of previous year	5.20	-
Total	12.91	7.20
b) Amount spent during the year on :		
(i) Construction/ acquisition of any assets		
- in cash	-	-
- yet to be paid in cash	-	-
(ii) On purposes other than (i) above		
Animal Welfare and Promoting Education	12.00	0.50
Facilities for senior citizens	-	1.50
Women Empowerment	1.00	-
	13.00	2.00
Shortfall/(Excess)	(0.09)	5.20

35 Earnings Per Share (EPS)

- Profit attributable to the Equity Share Holders (Rs.) (A)	77.17	260.86
Basic/Weighted average No. of Equity Shares outstanding (B)	13.32	13.32
- Nominal Value of Equity Shares (Rs.)	10	10
Basic/Diluted Earning Per Share (Rs.) (A/B)	5.79	19.58

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2021**(Rupees in lakhs)**

	As at 31st March, 2021	As at 31st March, 2020
36 Related Party Disclosures under Ind AS 24		
a) List of Related Parties (As identified by the Management)		
i) Enterprises owned or significantly influenced by key management personnel or their relatives :- Orient Syntex (Prop.APM Industries Limited), Essvee Fiscal LLP., Rajgarhia Leasing & Financial Services Pvt. Ltd., Faridabad Paper Mills Pvt Ltd.		
ii) Key Management Personnel and their Relatives:- Directors-Shri Sanjay Rajgarhia, Shri R.K. Rajgarhia, Relatives - Smt. Pooja Rajgarhia., Shri Harpal Singh Chawla, Mrs. Ruchi Vij.		
b) Transactions with Related Parties		(Rupees in Lakhs)
Nature of Transaction	Enterprises owned or significantly influenced by key Management Personnel	Key Management Personnel and their relatives
(i) EXPENSES		
Remuneration to Managing Director *	-	94.25
	(-)	(97.02)
Directors sitting fees	-	1.65
	(-)	(1.65)
Salary & Allowances	-	27.90
	(-)	(30.52)
Rent Paid	-	3.54
	(-)	(3.02)
Security Given	-	-
	(-)	(0.53)
Electricity	-	0.17
	(-)	(0.06)
* Excluding Gratuity		
ii) UNSECURED LOANS		
Accepted	-	-
	(-)	(-)
Repaid	-	-
	(-)	(-)
iii) Amount payable	-	8.23
	(-)	(6.44)

Note: In respect of above parties there is no provision for doubtful debts as on 31.03.2021 and no amount has been written off or written back during the year in respect of debts due from/to them. Figures in brackets are in respect to previous year.

37 Based on the guiding principles given in Ind AS 108 on "Operating Segment" the Company's business activity falls within a single operating segment, namely Packaging. Accordingly, the disclosure requirements of Ind AS 108 are not applicable.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2021

(Rupees in lakhs)

	As at 31st March, 2021	As at 31st March, 2020
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38 Covid-19

The Company has considered the possible effects that may result from the pandemic related to Covid-19 on the carrying amounts of receivables, inventories, property plant & equipment and intangible assets on the basis of evaluation at current indicators of future economic condition. The company expects to recover the carrying amount of such assets & does not anticipate any impairment to these financial & non-financial assets.

39 Disclosure under the Micro, Small and Medium Enterprises Development Act, 2006

On the basis of confirmation obtained from suppliers who have registered themselves under the Micro Small Medium Enterprise Development Act, 2006 (MSMED Act, 2006) and based on the information available with the Company, the following are the details:

(Rupees in lakhs)

	2020-21	2019-20
(i) Principal amount remaining unpaid	14.82	13.47
(ii) Interest due thereon remaining unpaid	-	-
(iii) Interest paid by the Company in terms of Section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along-with the amount of the payment made to the supplier beyond the appointed day during the period	-	-
(iv) Interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the period) but without adding interest specified under the Micro, Small and Medium Enterprises Act, 2006	-	-
(v) Interest accrued and remaining unpaid	-	-
(vi) Interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprises	-	-

40. a) Tax Expense
i) Recognized in the Statement of Profit and Loss

(Rupees in lakhs)

Particulars	Year ended March 31, 2021	Year ended March 31, 2020
Current tax		
Current tax on taxable income for the year	16.19	69.21
Tax adjustments relating to earlier years	0.16	0.51
Total Current tax expense	16.35	69.72
Deferred tax		
Deferred tax charge	15.31	30.50
MAT credit (taken)	(1.05)	-
Total deferred income tax expense/(benefit)	14.26	30.50
Income Tax expense reported in the statement of Profit and Loss	30.61	100.22

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2021

ii) Recognized in Other Comprehensive Income (Rupees in lakhs)

Items that will not be reclassified to Profit or Loss	Year ended March 31, 2021	Year ended March 31, 2020
Remeasurement of defined benefit plans	5.96	(2.37)
Tax Expense	(1.55)	-
Net of Tax	4.41	(2.37)

iii) Reconciliation of Tax expense and the accounting profit multiplied by India's domestic tax rate for March 31st, 2021

Particulars	Year ended March 31, 2021	Year ended March 31, 2020
Enacted income tax rate in India applicable to the company	26.000%	27.820%
Accounting profit before Income Tax	107.78	361.08
Current tax expense on profit before tax expense at the enacted income tax rate in India	28.02	100.45
Tax effect of the amounts which are not deductible/(taxable) in calculating taxable income		
Expenses not allowable in income Tax	22.29	12.30
Income exempted from taxes	-	-
Others	(19.70)	(12.53)
Total income tax expense	30.61	100.22

b) The movement in deferred tax liability during the year ended March 31, 2021

Particulars	As at April 1,2020 Deferred Tax Liability	Recognised in statement of Profit & Loss	Recognised in Other Compre- hensive Income	As at March 31 2021 Deferred Tax Liability
Depreciation	76.55	14.41	-	90.96
Employee Benefits	(0.92)	0.90	-	(0.02)
MAT Credit Entitlement	-	(1.05)	-	(1.05)
Total	75.63	14.26	-	89.89

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2021
41. a) Financial Instruments

The following table shows the carrying amounts and fair values of Financial Assets and Financial Liabilities including their levels presented below:

(Rupees in lakhs)

Particulars	As at March 31 2021	As at March 31, 2020
Financial assets at fair value		
Loans	35.88	35.50
Cash and cash equivalents	14.80	41.03
Other Balances with Banks	44.50	41.08
Trade receivables	1,619.61	1,104.09
Total financial assets	1,714.79	1,221.70
Financial liabilities at fair value		
Borrowings (Including Interest accrued)	983.78	263.42
Security Deposits received	10.13	10.13
Trade payables and Other Payable	641.17	399.38
Creditors for capital goods	35.04	22.90
Lease Liabilities	6.86	8.28
Total financial liabilities	1,676.98	704.11

b) Fair Value Hierarchy

The Company determines the fair value of its financial instruments on the basis of the following hierarchy:

Level 1: The fair value of financial instruments that are quoted in active markets are determined on the basis of quoted price for identical assets or liabilities.

Level 2: The fair value of financial instruments that are not traded in an active market are determined using valuation techniques based on observable market data.

Level 3: The fair value of financial instruments that are measured on the basis of entity specific valuations using inputs that are not based on observable market data (unobservable inputs). Fair value of investment in unquoted equity shares is determined using discounted cash flow technique.

The carrying amounts of all financial instruments are considered to be the same as their fair values.

c) Financial Risk Management

In the course of its business, the Company is exposed to a number of financial risks: credit risk, liquidity risk, market risk. This note presents the Company's objectives, policies and processes for managing its financial risk and capital.

i) Credit Risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers.

Trade and other receivables

The Company's Trade Receivables are largely from sales made to wholesale customers. The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer, demographics of the customer and the default risk of the industry.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2021

The Company manages credit risk 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.

Exposures to customers outstanding at the end of each reporting period are reviewed to determine incurred and expected credit losses and the Company establishes an allowance for doubtful debts and impairment that represents its estimate of expected losses in respect of trade receivables. Historical trends of impairment of Trade Receivables do not reflect any significant losses.

Summary of the Company's ageing of outstanding from various customers and impairment for expected credit loss is as follows:

(Rupees in lakhs)

As at March 31, 2021	Gross Carrying Amount	Expected Credit Losses	Carrying amount of trade receivables (net of expected credit losses)
Not due	803.56	-	803.56
Past due 0-180 days	787.24	-	787.24
Past due 180 and more days	28.81	-	28.81
Total	1,619.61	-	1,619.61

As at March 31, 2020	Gross Carrying Amount	Expected Credit Losses	Carrying amount of trade receivables (net of expected credit losses)
Not due	675.78	-	675.78
Past due 0-180 days	411.71	-	411.71
Past due 180 and more days	16.60	-	16.60
Total	1,104.09	-	1,104.09

ii) Liquidity Risk

Liquidity risk refers to risk that the Company may encounter difficulties in meeting its obligations associated with financial liabilities that are settled in cash or other financial assets. The Company regularly monitors the rolling forecasts to ensure that sufficient liquidity is maintained on an ongoing basis to meet operational needs. The Company manages the liquidity risk by planning the investments in a manner such that the desired quantum of funds could be made available to meet any of the business requirements within a reasonable period of time. In addition, the Company also maintains flexibility in arranging the funds by maintaining committed credit lines with various banks to meet the obligations.

Exposure to Liquidity Risk

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

As at March 31, 2021	Carrying Amount	Contractual Cash Flows		
		Total	1 year or less	Beyond 1 year
Non derivative financial liability				
Borrowings	983.78	983.78	716.43	267.35
Trade payables and other payables	683.07	683.07	683.07	-
Security deposits	10.13	10.13	-	10.13

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2021

As at March 31, 2020	Carrying Amount	Contractual Cash Flows		
		Total	1 year or less	Beyond 1 year
Non derivative financial liability				
Borrowings	263.42	263.42	241.03	22.39
Trade payables and other payables	430.56	430.56	430.56	-
Security deposits	10.13	10.13	-	10.13

iii) Market risk

Market risk is the risk of loss of future earnings, fair values or future cash flows that may result from adverse changes in market rates and prices (such as interest rates and foreign currency exchange rates) or in the price of market risk-sensitive instruments as a result of such adverse changes in market rates and prices. Market risk is attributable to all market risk-sensitive financial instruments, all foreign currency receivables and payables. The Company is exposed to market risk primarily relates to foreign exchange rate risk.

Currency risk

The fluctuation in foreign currency exchange rates may have potential impact on the profit and loss account, where any transaction references more than one currency or where assets/liabilities are denominated in a currency other than the functional currency of the entity. The Company is exposed to currency risk on account of its payables in foreign currency. The functional currency of the Company is Indian Rupee. The Company is exposure to USD. The Company has not hedged this foreign currency exposure.

Exposure to currency risk

The Company's exposure to foreign currency risk at the end of the reporting period is as follows.

Particulars	As at March 31, 2021	As at March 31, 2020
	USD	USD
Financial Assets		
Other receivable	24765	16425
Financial Liabilities		
Trade payables	44500	27894
Net Exposure	(19735)	(11469)

As per our report of even date attached
for V S S A & Associates
(Firm Registration No. 012421N)
Chartered Accountants

CA Samir Vaid
Partner
M. No. : 091309

PLACE : NEW DELHI
Dated : June 05, 2021

for and on behalf of the Board

Rajendra Kumar Rajgarhia
Chairman
(DIN 00141766)

Sanjay Rajgarhia
Managing Director
(DIN 00154167)

Harpal Singh Chawla
Director
(DIN 00025492)

Mohinder Nagpal
Chief Financial Officer

Shefali Chauhan
Company Secretary
(M.No.: A60229)

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