



PRATIKSHA CHEMICALS LIMITED

(CIN: L24110GJ1991PLC015507)

ANNUAL REPORT - 2021-22

REGISTERED OFFICE:

**3RD FLOOR, H K COMPLEX,
OPP. DHARNIDHAR DERASAR, VASNA,
AHMEDABAD – 380007**

♣ **BOARD OF DIRECTORS:**

<u>NAME OF DIRECTOR</u>	<u>DIN</u>	<u>DESIGNATION</u>
MR. HARISHBHAI BHATT	00400765	WHOLE TIME DIRECTOR
MR. JAYESH PATEL	00401109	DIRECTOR & CHIEF FINANCIAL OFFICER
MR. UPENDRA ADHVARYU	00483857	INDEPENDENT DIRECTOR
MR. SOMABHAI PATEL	01188702	INDEPENDENT DIRECTOR
MRS. MONIKA CHAUHAN	08329798	INDEPENDENT - WOMAN DIRECTOR

♣ **COMPOSITION OF COMMITTEES:**

1. AUDIT COMMITTEE:

<u>NAME OF DIRECTOR</u>	<u>DESIGNATION</u>	<u>DESIGNATION</u>
MR. UPENDRA ADHVARYU	INDEPENDENT DIRECTOR	CHAIRPERSON
MR. SOMABHAI PATEL	INDEPENDENT DIRECTOR	MEMBER
MR. JAYESH PATEL	DIRECTOR	MEMBER

2. NOMINATION AND REMUNERATION COMMITTEE :

<u>NAME OF DIRECTOR</u>	<u>DESIGNATION</u>	<u>DESIGNATION</u>
MR. UPENDRA ADHVARYU	INDEPENDENT DIRECTOR	CHAIRPERSON
MR. SOMABHAI PATEL	INDEPENDENT DIRECTOR	MEMBER
MRS.MONIKA CHAUHAN	INDEPENDENT DIRECTOR	MEMBER

3. STAKEHOLDERS RELATIONSHIP COMMITTEE :

<u>NAME OF DIRECTOR</u>	<u>DESIGNATION</u>	<u>DESIGNATION</u>
MR. UPENDRA ADHVARYU	INDEPENDENT DIRECTOR	CHAIRPERSON
MR. SOMABHAI PATEL	INDEPENDENT DIRECTOR	MEMBER
MRS.MONIKA CHAUHAN	INDEPENDENT DIRECTOR	MEMBER

♣ **KEY MANAGERIAL PERSONNEL:**

CHIEF FINANCIAL OFFICER: MR. JAYESH PATEL

COMPANY SECRETARY & COMPLIANCE OFFICER: MS. JIGISHA A. KADIA

♣ **AUDITORS:**

SATATUTORY AUDITOR:M/S. CHANDABHOY & JASSOOBHOY

CHARTERED ACCOUNTANT(F.R.NO. 101648W)

605-606-607, SILVER OAKS,
NEAR MAHALAXMI CHAR RASTA,
PALDI, AHMEDABAD 380 007

INTERNAL AUDITOR: M/S. H K SHAH & CO

CHARTERED ACCOUNTANTS, (FRN: 109583W)

404, SARAP BUILDING, 4TH FLOOR,
OPP. NAVJIVAN PRESS, ASHRAM ROAD,
AHMEDABAD – 380014

SERETARIAL AUDITOR: M/S. A. SHAH & ASSOCIATES

PRACTICING COMPANY SECRETARIES,
D- 413, SHIROMANI COMPLEX, OPP. OCEAN PARK,
NEHRUNAGAR, SATELLITE, AHMEDABAD- 380015

♣ **REGISTRAR & SHARE TRANSFER AGENT:**

M/S. PURVA SHAREGISTRY (INDIA) PVT LTD

9 - SHIV SHAKTI INDUSTRIAL ESTATE,
GROUND FLOOR, J R BORICHA MARG,
OPP, KASTURBA HOSPITAL,
LOWER PAREL, MUMBAI-400011

Contact No.:91-22-2301 6761 / 8261

FAX:91-22-2301 2517

Mail ID: busicomp@vsnl.com

♣ **STOCK EXCHANGES WHERE THE SHARES OF THE COMPANY ARE LISTED:**

BSE LIMITED

25TH FLOOR, P. J. TOWERS,
DALAL STREET, FORT,
MUMBAI – 400001

♣ **CONTACT DETAILS:**

CIN: L24110GJ1991PLC015507

REGISTERED OFFICE ADDRESS: H K COMPLEX, 3RD FLOOR, OPP DHARNIDHAR
DERASAR, VASNA, AHMEDABAD GJ 380007 IN

CONTACT NO.:079-26632390, 26640071 EMAIL ID.: exports@धारप्रतिकशा.com

WEBSITE: www.pratikshachemicals.com

PRATIKSHA CHEMICALS LIMITED

.....ANNUAL REPORT 2021-22

NOTICE

NOTICE IS HEREBY GIVEN THAT THIRTY FIRST ANNUAL GENERAL MEETING WILL BE HELD ON TUESDAY, 27TH SEPTEMBER, 2022 AT 05.00 P.M. THROUGH VIDEO CONFERENCING/OTHER AUDIO VISUAL MEANS TO TRANSACT THE FOLLOWING BUSINESS.

ORDINARY BUSINESS:

1. To receive, consider and adopt the Financial Statements of the Company for the year ended March 31, 2022, including the audited Balance Sheet as at March 31, 2022, the Statement of Profit and Loss for the year ended on that date and the reports of the Board of Directors ('the Board') and Auditors thereon.
2. To confirm the payment of interim dividend of Rs. 0.5 per equity share i.e.5% on face value of Rs. 10/- each for the financial year ended 31 March 2022 and, in this regard, pass the following resolution as an **Ordinary Resolution**:
"RESOLVED THAT the interim dividend Rs. 0.5 per equity share i.e.5% on face value of Rs. 10/- each on Equity Shares paid to the shareholders during the financial year ended March 31, 2022, as per the resolution passed by the Board of Directors at their meeting held on November 01, 2021 be and is hereby noted and confirmed."
3. To appoint a Director in place of **MR. JAYESH KANTILAL PATEL (DIN:00401109)**, who retires by rotation, in terms of Section 152 (6) of the Companies Act, 2013, and being eligible, offers himself for re-appointment.

SPECIAL BUSINESS:

4. REVISION IN REMUNERATION OF MR. JAYESH PATEL, DIRECTOR OF THE COMPANY:

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

"RESOLVED THAT pursuant to the provisions of Section 197 and Section II (A) of Part II of Schedule V of the Companies Act, 2013 **and other applicable** provisions read with **rules framed there under**, Payment of Managerial Remuneration to MR. JAYESH PATEL, Director of the Company (DIN: 00401109) of Rs. 1,78,200/- p.m. and any other

PRATIKSHA CHEMICALS LIMITED

..... ANNUAL REPORT 2021-22

allowances and perquisites as may be mutually agreed between Company and Mr. Jayesh Patel w.e.f. 1st June, 2022, be and is hereby approved.

“RESOLVED FURTHER THAT in the event of any loss or inadequacy of the profits of the Company in any financial year, during the term of office of MR. JAYESH PATEL, the remuneration as mentioned in the above stated resolution shall be paid to MR. JAYESH PATEL as minimum remuneration and the same shall be subject to the limits as set out in Section II of Part II of Schedule V of the Companies Act, 2013.”

5. REAPPOINTMENT OF MR. HARISHBHAI BHATTAS WHOLE-TIME DIRECTOR:

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

“RESOLVED THAT pursuant to the provisions of Section 196, 197, 203 and other applicable provisions, if any, of the Companies Act, 2013 read with Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, Mr. Harishbhai Bhatt (DIN: 00400765) Whole Time Director of the Company be and is hereby reappointed, for a consecutive period of five years commencing from 18th August, 2022 at a remuneration mutually agreed between Mr. Harishbhai Bhatt and Board of Directors of the Company.”

“RESOLVED FURTHER THAT, to give effect to this Resolution **MR. JAYESHKANTILAL PATEL (DIN:00401109)**, Director of the Company be and is hereby Authorized to settle any question, difficulty or doubt that may arise with regard to giving effect to the above resolution and to do all acts, deeds, things as may be necessary in its absolute discretion deem necessary, proper, desirable and to finalize any documents and Writings related thereto.”

6. CHANGE IN DESIGNATION OF MONIKA JAYESHBHAI CHAUHAN FROM INDEPENDENT DIRECTOR TO NON-EXECUTIVE DIRECTOR

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

“RESOLVED THAT pursuant to the provisions of sections 149, 152 of the Companies Act, 2013 and all other applicable provisions if any, of the Companies Act, 2013 (“Act”) and the rules made there under, (including any statutory modification or re-enactment thereof for the time being in force) consent of the members be and is hereby accorded for the change in designation of Ms. Monika Jayeshbhai Chauhan (DIN 08329798) from Independent Director to non- executive director by appointing her as a Non Executive Director of the Company.

“RESOLVED FURTHER THAT any of the Directors of the Company be and is/are hereby authorised on behalf of the board to sign, submit, attest, place papers and Form(s) for Certification, as if required and uploading with ROC Office through MCA Portal, to

PRATI KSHA CHEMICALS LIMITED

..... ANNUAL REPORT 2021-22

provide certified true copies of this resolution and is/are also authorize to take all necessary steps in pursuance of the matter and to file necessary forms, execute all needful compliance with regard to the matter, his/her or their all acts and deeds will be binding to the company and Mr. Anish Shah, Practicing Company Secretary be and is hereby authorized to certify said e-forms in his Professional Capacity”

7. APPOINTMENT OF MR. ALKESH JOSHI, AS A NON EXECUTIVE INDEPENDENT DIRECTOR OF THE COMPANY FOR FIVE CONSECUTIVE YEARS:

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

“RESOLVED THAT pursuant to Section-149, 152(5), 161 and any other applicable provisions of the Companies Act, 2013 read with the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modifications or re-enactment thereof for the time being in force), Mr. Alkesh Joshi (DIN: 09720132) , who was appointed as an additional director of the Company and who has submitted declaration under Section 149(7) of the Companies Act, 2013 to the effect that he fulfilled the conditions mentioned in Section 149(6) of the Companies Act, 2013 and is not disqualified to become Director of the Company under Section 164 of the Companies Act, 2013, be and is hereby appointed as a Non – Executive Independent Director of the Company for a term of consecutive period of five years.”

PLACE: AHMEDABAD

DATE: 30/08/2022

**BY THE ORDER OF THE BOARD OF DIRECTORS,
FOR, PRATI KSHA CHEMICALS LIMITED**

sd/-

**MR. JAYESH PATEL
DIRECTOR & CFO
(DIN:00401109)**

NOTES:

1. A Statement pursuant to Section 102 (1) of the Companies Act, 2013, relating to the Special Business to be transacted at the Meeting is annexed hereto.
2. Pursuant to Section 101 and Section 136 of the Companies Act, 2013 read with relevant Rules made there under, the Notice along with Explanatory Statement is being sent to all the members, whose names appear in the Register of Members / List of Beneficial Owners, received from NSDL / CDSL as on close of business hours on, **2nd September, 2022**. The Notice along with Explanatory Statement is being sent to Members in electronic form to the email addresses registered with their Depository Participants (in case of electronic shareholding) / the Company's Registrar and Share Transfer Agents (in case of physical shareholding).

PRATI KSHA CHEMICALS LIMITED

..... ANNUAL REPORT 2021-22

3. The Register of Members and Share Transfer Books of the Company will remain closed from **21stSeptember, 2022 to 27THSeptember, 2022**(both days inclusive) for the purpose of Annual General Meeting for the F.Y 2021-22.
4. Members are requested to quote Folio number in all their correspondences.
5. Members are requested to inform the company immediately the changes, if any, in their address specifying full address in Block Capital Letters with Pin code of the post office.
6. In compliance with the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Amendment Rules, 2015 and Regulation 44 of SEBI (Listing Agreement and Disclosure Requirement) Regulations 2015, the Company is providing E-Voting facility to all the members whose names appear in the Register of Members / beneficial owners as on the Cut-Off Date i.e. **20thSeptember, 2022**, who may cast their vote by electronic mode on all resolutions in respect of business set forth in the notice through e-voting services provided by NSDL through their portal at <http://www.evoting.nsdl.com>, members are notified that (i) the company has completed the dispatch of Notice through permitted mode to all the members of the company individually along with the explanatory statement and (ii) Voting through electronic means shall commence from “Saturday **24THSeptember, 2022(9.00am)** and ends on **Monday, 26THSeptember, 2022(5.00pm)**”. Please note that e-voting is optional. In case a member has voted through e-voting facility, he/ she are not allowed to vote in the Annual General Meeting.
7. The Member who transfers his / her shares after the Cut-off date i.e. **20thSeptember, 2022**, is not eligible to vote to the extent of transfer made by him/ her, on the Resolutions mentioned in the Notice.
8. Any person who acquires the Shares of the Company after dispatch of the Notice of the General Meeting and holding the Shares on the Cut-off Date i.e. **2nd September, 2022**, may request to the Company on registered mail ID of the company to obtain the User ID & Password.
9. The Results of E-voting along with the Scrutinizer's Report shall be declared and placed on the Company's website and on the website of NSDL on or before **Thursday, 29th September, 2022 at 11.00 A.M.**, and communicated to the BSE Limited where the shares of the Company are listed.
10. Members who hold shares in physical form in multiple folios in identical names or joint holding in the same order of names are requested to send the share certificates to RTA for consolidation into a single folio. In case of joint holders attending the meeting, only such joint holder who is higher in the order of names will be entitled to vote.
11. Since shares of the company are traded on the stock exchanges compulsorily in demat mode, members holding shares in physical mode are advised to get their

PRATIKSHA CHEMICALS LIMITED

..... ANNUAL REPORT 2021-22

shares dematerialized. Effective 1 April, 2019, SEBI has disallowed listed companies from accepting request for transfer of securities which are held in physical form. The shareholders who continue to hold shares in physical form after this date, will not be able to lodge the shares with company / its RTA for further transfer. Shareholders shall mandatorily convert them to demat form if they wish to effect any transfer. Only the requests for transmission and transposition of securities in physical form, will be accepted by the company / RTAs.

12. Since the AGM will be held through VC in accordance with the Circulars, the route map, proxy form and attendance slip are not attached to this Notice.

NSDL e-Voting System - For Remote e-voting and e-voting during AGM/EGM

1. In view of the massive outbreak of the COVID-19 pandemic, social distancing is a norm to be followed and pursuant to the Circular No. 14/2020 dated April 08, 2020, Circular No.17/2020 dated April 13, 2020 issued by the Ministry of Corporate Affairs followed by Circular No. 20/2020 dated May 05, 2020 and Circular No. 02/2021 dated January 13, 2021 and all other relevant circulars issued from time to time, physical attendance of the Members to the AGM venue is not required and general meeting be held through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing AGM through VC/OAVM.
2. Pursuant to the Circular No. 14/2020 dated April 08, 2020, issued by the Ministry of Corporate Affairs, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, the Body Corporates are entitled to appoint authorised representatives to attend the AGM through VC/OAVM and participate there at and cast their votes through e-voting.
3. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available for 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
4. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
5. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and the Circulars issued by the Ministry of Corporate Affairs dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-Voting to its Members in respect of the

PRATIKSHA CHEMICALS LIMITED

..... ANNUAL REPORT 2021-22

business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with National Securities Depository Limited (NSDL) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-Voting system as well as venue voting on the date of the AGM will be provided by NSDL.

6. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at www.pratikshachemicals.com. The Notice can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited at www.bseindia.com and the AGM Notice is also available on the website of NSDL (agency for providing the Remote e-Voting facility) i.e. www.evoting.nsdl.com.
7. AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 08, 2020 and MCA Circular No. 17/2020 dated April 13, 2020, MCA Circular No. 20/2020 dated May 05, 2020 and MCA Circular No. 2/2021 dated January 13, 2021.
8. Members can raise questions in the chat box which is going to be provided during the meeting. However, it is requested to raise the queries precisely and in short at the time of meeting to enable to answer the same.
9. Documents referred to in the Notice attached hereto are available for inspection by the shareholders at the Registered Office of the Company during business hours on any working day up to and including the date of the Annual General Meeting of the Company and can be obtained by writing to company.
10. Information pursuant to Regulation 36(3) of SEBI (Listing Obligation and Disclosure Requirement) Regulation, 2015 with regard to Directors seeking appointment / re-appointment is annexed hereto.
11. Corporate / Institutional Members (i.e., other than Individuals, HUFs, NRIs, etc.) are also required to send legible scanned certified true copy (in PDF Format) of the Board Resolution / Power of Attorney / Authority Letter, etc., together with attested specimen signature(s) of the duly authorized representative(s), to the Company/Registrar and Share Transfer agent at e-mail id: exports@dhara.pratikhsa.com / support@purvashare.com.
12. In case of joint holders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote at the Meeting.
13. The Company has notified closure of Register of Members and Share Transfer Books from **21st September, 2022 to 27th September, 2022** (both days inclusive).
14. Members holding shares in electronic form are requested to intimate immediately any change in their address or to their Depository Participants with whom they are maintaining their DEMAT Accounts. Members holding shares in physical form are

PRATIKSHA CHEMICALS LIMITED

..... ANNUAL REPORT 2021-22

requested to advise any change in their address or bank mandates immediately to the Company /Purva Sharegistry (India) Private Limited.

15. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to their Depository Participants with whom they are maintaining their DEMAT Accounts. Members holding shares in physical form can submit their PAN to the Company / Purva Sharegistry (India) Private Limited.
16. Members who have not registered their e-mail addresses so far are requested to register their e-mail address on the website of the Registrar and Share Transfer Agent of the Company i.e.Purva Sharegistry (India) Private Limitedfor receiving all communications including Annual Report, Notices, Circulars, etc. from the Company electronically.
17. Pursuant to the provisions of Section 72 of the Companies Act, 2013, Members are entitled to make nomination in respect of the shares held by them in physical form. Members desirous of making nominations are requested to send their requests in Form SH-13 to the Registrar & Share Transfer Agent, at the address given above.
18. SEBI As per Regulation 40 of SEBI Listing Regulations, as amended, securities of listed companies can be transferred only in dematerialized form with effect from, April 1, 2019, except in case of request received for transmission or transposition of securities. In view of this and to eliminate all risks associated with physical shares and for ease of portfolio management, members holding shares in physical form are requested to consider converting their holdings to dematerialized form. Members can contact the Company or Company's Registrars and Transfer Agent i.e.Purva Sharegistry (India) Private Limited for assistance in this regard.
19. In compliance with the MCA Circularsand SEBI Circular dated May 12, 2020,Notice of the AGM along with theAnnual Report 2021-22 is being sentonly through electronic mode to thosmembers whose email addressesare registered with the Company/Depositories. Members may notethat the Notice and Annual Report2021-22 will also be available on theCompany's website www.pratikshachemicals.comand on thewebsite of the BSE Limited.
20. TheNoticeofAGMandAnnualReportarebeingsentinelectronicmodetoMemberswhose e-mailaddressis registered with the Company or the Depository Participant(s). Members (Physical / Demat) who have not registeredtheir email addresseswiththeCompanycangetthesameregisteredby visiting the website of Purva Sharegistry (India) Private Limited, Registrar and Share Transfer Agent of the Company.
21. TheRegisterofDirectorsandKeyManagerialPersonnelandtheirshareholdingmaintaine dunderSection170oftheCompaniesAct,2013,theRegisterofContractsorarrangementsi nwhichtheDirectorsareinterested under Section 189 of the Companies Act, 2013 and all other documents referred to in the Notice will be available for inspection in

PRATIKSHA CHEMICALS LIMITED

..... ANNUAL REPORT 2021-22

electronic mode. Members can inspect the same by sending an email to exports@धारप्रतिक्षा.कॉम.

22. Since the AGM will be held through VC/OAVM, the route map of the venue of the Meeting is not annexed hereto.

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

The remote e-voting period begins on **24th September, 2022 at 09:00 A.M.** and ends on **26th September, 2022 at 05:00 P.M.** The remote e-voting module shall be disabled by NSDL for voting thereafter. The Members, whose names appear in the Register of Members / Beneficial Owners as on the record date (cut-off date) i.e. 20th September, 2022 may cast their vote electronically. The voting right of shareholders shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date, being 20th September, 2022.

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

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

Step 1: Access to NSDL e-Voting system

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

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

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

Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with NSDL.	1. If you are already registered for NSDL IDeAS facility , please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsd.com/ either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the “ Beneficial Owner ” icon under “Login” which is available under “ IDeAS ” section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be

PRATIKSHA CHEMICALS LIMITED

..... ANNUAL REPORT 2021-22

	<p>able to see e-Voting services. Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on options available against company name or e-Voting service provider - NSDL and you will be re-directed to NSDL e-Voting website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p> <ol style="list-style-type: none">2. If the user is not registered for IDeAS e-Services, 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.jsp3. 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. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number held with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on options available against company name or e-Voting service provider - 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.
Individual Shareholders holding securities in demat mode with CDSL	<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

PRATIKSHA CHEMICALS LIMITED

..... ANNUAL REPORT 2021-22

	<p>https://web.cdslindia.com/myeasi/Registration/EasiRegistration</p> <p>4. Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN No. from a link in www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the demat Account. After successful authentication, user will be provided links for the respective ESP i.e. NSDL where the e-Voting is in progress.</p>
Individual Shareholders (holding securities in demat mode) login through their depository participants	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. Once login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on options available against company name or e-Voting service provider-NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

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

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

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

PRATIKSHA CHEMICALS LIMITED

..... ANNUAL REPORT 2021-22

B) Login Method 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

PRATIKSHA CHEMICALS LIMITED

..... ANNUAL REPORT 2021-22

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.

PRATIKSHA CHEMICALS LIMITED

..... ANNUAL REPORT 2021-22

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

General Guidelines for shareholders

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail csanishshah@gmail.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 and 1800 22 44 30 or send a request to (Mr. SachinKareliya) at evoting@nsdl.co.in

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

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self

PRATIUKSHA CHEMICALS LIMITED

..... ANNUAL REPORT 2021-22

attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to 'exports@धारapratiksha.com'.

2. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) to 'exports@धारapratiksha.com'. If you are an Individual shareholders holding securities in demat mode, you are requested to refer to the login method explained at **step 1 (A)** i.e. Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode.
3. Alternatively shareholder/members may send a request to evoting@nsdl.co.in for procuring user id and password for e-voting by providing above mentioned documents.
4. In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.

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

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

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

1. 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.

PRATIKSHA CHEMICALS LIMITED

.....ANNUAL REPORT 2021-22

2. Members are encouraged to join the Meeting through Laptops for better experience.
3. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
4. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
5. Shareholders who would like to express their views/have questions may send their questions in advance mentioning their name demat account number/folio number, email id, mobile number at 'exports@धारapratiksha.com'. The same will be replied by the company suitably.

PLACE: AHMEDABAD
DATE: 30/08/2022

**BY THE ORDER OF THE BOARD OF DIRECTORS,
FOR, PRATIKSHA CHEMICALS LIMITED**

_____sd/-_____

MR. JAYESH PATEL
DIRECTOR & CFO
(DIN:00401109)

PRATIKSHA CHEMICALS LIMITED

..... ANNUAL REPORT 2021-22

EXPLANATORY STATEMENT

(Pursuant to section 102 of the Companies Act, 2013)

As required by section 102 of the Companies Act, 2013 (The 'Act'), the following explanatory statement sets out all material facts relating to the business mentioned under Item No. 4 & 5 of the accompanying Notice:

Item No.4 :

The recommendation was received from Nomination and remuneration Committee to appreciate and to encourage the contributions devoted by the Directors by the way of paying higher remuneration. However, due to inadequacy of profit the Management of Company intended to adopt the Schedule V of the Companies Act, 2013 to pay the Remuneration to the Directors of the Company. The proposal was made to pay the Managerial Remuneration of Rs. 1,78,200/- p.m. to MR. JAYESH PATEL (DIN: 00401109), Directors of the Company w.e.f. 1st June, 2022. Since the profit of the company is insufficient for paying the remuneration, the discussion was made to comply with the provisions of Schedule V of the Companies Act, 2013 for the same.

The Board recommends enabling Ordinary resolution for shareholders' approval.

None of the Directors or Key Managerial Personnel (KMP) of the Company or their relatives except Mr. Jayesh Patels concerned or interested, financially or otherwise, in the resolution set out at Item No. 4 .

STATEMENT PURSUANT TO CLAUSE (iv) OF SECTION II OF SCHEDULE- V OF COMPANIES ACT, 2013:

I GENERAL INFORMATION:			
(1) Nature of industry	Manufacturer of Chemicals- PIGMENT Green -7		
(2) Date or expected date of commencement of commercial production	24-04-1991		
(3) In case of new companies, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus	Not Applicable		
(4) Financial performance based on given indicators	PARTICULARS	2021-22 (Rs. in Lakhs)	2020-21 (Rs. in Lakhs)

PRATIKSHA CHEMICALS LIMITED

..... ANNUAL REPORT 2021-22

		Revenue from Operations	1642.86	1134.95
		Depreciation	36.25	28.24
		Finance Cost	2.43	3.57
		Profit / (Loss) Before Tax	61.39	42.64
		Provision for Tax & Deferred Tax	9.16	(4.00)
		Profit / (Loss) After Tax	52.24	46.64
		Other Comprehensive income (net of tax effect)	-	-
		Total Comprehensive income	52.24	46.64
		Dividend	-	-
		EPS	0.94	0.83
	(5) Foreign investments or collaborations, if any.	Not Applicable		
II	INFORMATION ABOUT THE APPOINTEE:	MR. JAYESH PATEL		
	(1) Background details	He is having degree of Bachelor of Science		
	(2) Past remuneration Basic salary Commission Bonus: Perquisites:	RS. 140000/- P.M.		
	(3) Recognition or awards	NA NA		
	(4) Job profile and his suitability	He is having more than 25 years of experience of in the issues related to technology. He is having excellent knowledge and expertise in the field of manufacturing and production of chemicals and related items. Besides, He is having admirable experience and knowledge in the field of technology related matters		
	(5) Remuneration proposed	RS. 140000/- P.M.		
	(6) Comparative remuneration profile with respect to industry, size of the company, profile of the position and person (in case of expatriates the relevant details would be with respect to the country of his origin)	The remuneration paid is commensurate with industry standards and the responsibilities shouldered by the director. The remuneration paid is commensurate with industry standards and the responsibilities shouldered by the director.		
	(7) Pecuniary	No pecuniary relationship with the company		

PRATIKSHA CHEMICALS LIMITED

..... ANNUAL REPORT 2021-22

	relationship directly or indirectly with the company, or relationship with the managerial personnel, if any.	No pecuniary relationship with the company
III	Other information:	
	(1) Reasons of loss or inadequate profits	The profits u/s 197 during 2021-22 were insufficient for payment of the managerial remuneration. cautionary step the resolution is taken to cover the future insufficiency of profits.
	(2) Steps taken or proposed to be taken for improvement	N.A.
	(3) Expected increase in productivity and profits in measurable terms	N.A.
IV	Disclosures	<ul style="list-style-type: none">The information and disclosures of the remuneration package of the managerial personnel have been mentioned in the Annual Report.

Item No. 5:

The Board of Directors has reappointed Mr. Harishbhai Bhatt as Whole Time Director of the Company for a consecutive period of 5 (five) years with effect from 18th August, 2022, on the term and conditions of remuneration as may be mutually agreed by the company in consultation with MR. Harishbhai Bhatt, subject to the approval of shareholders in general meeting. Hence, the re-appointment of MR. Harishbhai Bhatt as a Whole Time Director of the Company for the term of five consecutive years with effect from 18th August, 2022 is now being placed before the Members for their approval.

The Board is confident that with his extensive business knowledge and expertise he would definitely enhance the Board's strength and dynamism. The Company will be benefited by the experience he gained from the same business activity since many years. The Board recommends the enabling Ordinary Resolution for shareholders' approval.

None of the Directors or Key Managerial Personnel (KMP) of the Company or their relatives except MR. Harishbhai Bhatt, (DIN: 00400765) is concerned or interested, financial or otherwise, in the resolution set out at Item No. 5.

Item No. 6

Based on the recommendation of the Nomination and Remuneration Committee and subject to the approval of the Members of the Company, the Board of Directors of the

PRATIKSHA CHEMICALS LIMITED

..... ANNUAL REPORT 2021-22

Company in their meeting held on 30th August, 2022 has approved the change in designation of Monika Jayeshbhai Chauhan (DIN 08329798), from Independent Director, by appointing her as a NonExecutive Director of the Company due to non-clearance of online Proficiency test on Independent Director Databank.

Other details of her are provided in Annexure to the Notice forming part of it, pursuant to the Provisions of the Act and Secretarial Standard on General Meeting, issued by the Institute of Company Secretaries of India. The terms and conditions of her appointment shall be open for inspection by the Members at the registered office of the Company during the normal business hours on any working day.

Ms. Monika Jayeshbhai Chauhan is interested in the resolution set out at Item No. 6 of the Notice. Save and except the above, none of the other Directors / Key Managerial Personnel of the Company / their relatives are, in any way, concerned or Interested, financially or otherwise, in the resolution set out at Item No. 6 of the Notice, The Board recommends the ordinary resolution set out at Item No. 6 of the Notice for approval by the members.

Item No. 7:

Pursuant to the recommendation of Nomination and Remuneration Committee the members of the Board of the Company had, vide their resolution passed at the Board Meeting of the Company held on 30th August, 2022 appointed Mr. Alkesh Joshi as an Additional Non executive Independent Director of the Company up to the date of next annual general meeting. Therefore, the appointment of Mr. Alkesh Joshi needs to be regularized as a Director of the Company. The brief profile and nature of expertise of the Director has been mentioned in the table of Information pursuant to Regulation 36(3) of SEBI (Listing Obligation and Disclosure Requirement) Regulation, 2015.

Hence, the appointment of Mr. Alkesh Joshi as an Independent Director for the term of five consecutive years is now being placed before the Members for their approval.

The chairman further informed that he has submitted declaration under Section 149(7) of the Companies Act, 2013 to the effect that he fulfilled the conditions mentioned in Section 149(6) of the Companies Act, 2013 and is not disqualified to become Director of the Company under Section 164 of the Companies Act, 2013

The Board recommends enabling Special resolution for shareholders' approval.

None of the Directors or Key Managerial Personnel (KMP) of the Company or their relatives except Mrs. Monika Chauhan is concerned or interested, financial or otherwise, in the resolution set out at Item No. 7.

PLACE: AHMEDABAD
DATE: 30/08/2022

BY THE ORDER OF THE BOARD OF DIRECTORS,
FOR, PRATIKSHA CHEMICALS LIMITED

MR. JAYESH PATEL
DIRECTOR & CFO
(DIN:00401109)

PRATIKSHA CHEMICALS LIMITED

..... ANNUAL REPORT 2021-22

Information pursuant to Regulation 36(3) of SEBI (Listing Obligation and Disclosure Requirement) Regulation, 2015 with regard to Directors seeking appointment / re-appointment as the forthcoming Annual General Meeting:

Particulars	(1)	(2)
Name of the Director	MR. HARISHBHAI BHATT	MR. JAYESH PATEL
Director Identification Number (DIN)	00400765	00401109
Designation	Whole Time Director	Director
Date of Appointment	24/04/1991	24-04-1991
Date of Birth	09/04/1957	12-01-1967
QUALIFICATION	B.E. CIVIL	He has degree of Bachelor of Science.
Brief Profile/ Nature of expertise in specific functional areas	He is having excellent knowledge and expertise in the field of manufacturing and production of chemicals and related items. Besides, He is having admirable experience and knowledge in the field of technology related matters	He is having more than 25 years of experience of in the issues related to technology.
Names of other companies in which the person also holds the directorship	1. DHARA ORGANISERS PRIVATE LIMITED 2. CHITTVAN CLUB PVT LTD 3. DHARA HOUSING CREDIT LIMITED	1. DHARA HOUSING CREDIT LIMITED 2. N. K. PIGMENT INDUSTRIES PRIVATE LIMITED 3. DHARA ORGANISERS PRIVATE LIMITED 4. CHITTVAN CLUB PVT LTD 5. DHARA PROCON PRIVATE LIMITED
Names of companies in which the person also holds the membership of Committees of the Board	NA	NA
Number of Equity Shares held in the Company & %	795890 (14.29%)	353950 (6.35%)
Relationship between directors inter-se	NA	NA
Details of remuneration	Rs. 70,000/-p.m.	Rs. 1,78,200/ p.m.
Number of meetings of the board attended during the year	Seven out of One	Seven out of Seven

PRATIKSHA CHEMICALS LIMITED

.....ANNUAL REPORT 2021-22

Particulars	(3)	(4)
Name of the Director	MRS. MONIKA JAYESHBHAI CHAUHAN	MR. ALKESH JOSHI
Director Identification Number (DIN)	08329798	09720132
Designation	Non Executive Director	Non-Executive, Independent Director
Date of Appointment	27/08/2022	30/08/2022
Date of Birth	15/07/1972	01/01/1977
QUALIFICATION	Graduation	B E Civil
Brief Profile/ Nature of expertise in specific functional areas	Good knowledge and skills in administrative & other work.	He has more than 20 years of experience as an engineer in construction filed.
Names of other companies in which the person also holds the directorship	NA	NA
Names of companies in which the person also holds the membership of Committees of the Board	NA	NA
Number of Equity Shares held in the Company & %	NA	NA
Relationship between directors inter-se	NA	NA
Details of remuneration	NA	NA
Number of meetings of the board attended during the year	Seven out of Seven	NA

PLACE: AHMEDABAD
DATE: 30/08/2022

BY THE ORDER OF THE BOARD OF DIRECTORS,
FOR, PRATIKSHA CHEMICALS LIMITED

_____sd/-_____
MR. JAYESH PATEL
DIRECTOR & CFO
(DIN:00401109)

PRATIKSHA CHEMICALS LIMITED

.....ANNUAL REPORT 2021-22

DIRECTORS' REPORT

To,
The Members,
PRATIKSHA CHEMICALS LIMITED

Your Directors have pleasure in presenting herewith their 31st Annual Report on the business and operation of the Company together with the Audited Statements of Accounts of the Company for the year ended on 31st March, 2022.

1. FINANCIAL SUMMERY:

The Directors' Report is to be prepared based on the stand alone financial statements of the company:

(Rs. In Lakhs)

PARTICULARS	2021-22	2020-21
Revenue from Operations	1642.86	1134.95
Other income	8.34	1.16
Total Income	1651.20	1136.12
Profit/loss before Depreciation, Finance Costs, Exceptional items and Tax Expense	100.07	74.45
Less: Depreciation	36.25	28.24
Profit/loss before Finance Costs, Exceptional items and Tax Expense	63.82	46.21
Less: Finance Cost	2.43	3.57
Profit/loss before Exceptional items and Tax Expense	61.39	42.64
Less: Exceptional Items	-	-
Profit / (Loss) Before Tax	61.39	42.64
Provision for Tax & Deferred Tax	9.16	(4.00)
Profit / (Loss) After Tax	52.24	46.64
Other Comprehensive income (net of tax effect)	-	-
Total Comprehensive income	52.24	46.64
Add :Balance as per last Financial Statement	(232.46)	(279.10)
Disposable Surplus	-	-
Less : Transfer to General Reserve	-	-
Interim Dividend Paid (21-22)	(27.85)	-
Balance carried forward	(208.07)	(232.46)

PRATIKSHA CHEMICALS LIMITED

.....ANNUAL REPORT 2021-22

Key Financial Highlights & Comparison with the Previous Financial Year:

- ❖ Total Income increased by 45.34% to Rs. 1651.20 Lakhs in comparison to Rs. 1136.12 Lakhs of Previous Financial Year 2020-21.
- ❖ PBT increased by 44% to Rs. 61.39 Lakhs in comparison to Rs. 42.64 Lakhs of Previous Financial Year 2020-21.
- ❖ PAT increased by 12% to Rs. 52.24 Lakhs in comparison to Rs. 46.64 Lakhs of Previous Financial Year 2020-21.
- ❖ EPS increased by 11.90% to Rs. 0.94 in comparison to Rs. 0.84 of Previous Financial Year 2020-21.

Further, the Audited Standalone Financial Statements for the Financial Year 2021-22, forming part of this Annual Report, have been prepared in accordance with the Schedule III and Indian Accounting Standards (Ind-AS) as notified by the Ministry of Corporate Affairs (MCA) and The Securities Exchange Board of India (SEBI) read with the provisions of Section 133 of the Companies Act, 2013 and Companies (Indian Accounting Standard) Rules, 2015.

2. STATE OF AFFAIRS AND REVIEW OF OPERATIONS AND WAY AHEAD

Company is an industry representing color pigment companies in Ahmedabad, India. The company is engaged into manufacturing business of Pigment Green 7 & Copper Phthalocyanine Green Crude. It represents small, medium, and large color pigments manufacturers throughout India, accounting for the bulk of the production of color pigments in India.

The company supplies superior quality Pigment Green 7 all over India. The manufacturing unit of the Company is located at Sanand, Dist- Ahmedabad. Color pigments are widely used in product compositions of all kinds, including paints, inks, plastics, glass, synthetic fibers, ceramics, colored cement products, textiles, cosmetics, and artists' colors.

You will be pleased to note that during 2021-22 your company has clocked revenue from operation at Rs. 1642.86 Lakhs as compared to Rs. 1134.95 Lakhs in the previous financial year 2020-21. The Profit after tax was at a healthy level of Rs. 61.39 Lakhs during the year. The company's focus now is to grow the topline while maintaining the profitability. Operating in the present, with an eye on the future, we are driven by our grow and deliver strategy.

- **SEGMENT-WISE POSITION OF BUSINESS AND ITS OPERATIONS:** The Company is currently engaged in only one business i.e. manufacturing business of Pigment Green 7 & Copper Phthalocyanine Green Crude. Accordingly, there is no segments of business activity of the Company.

PRATIKSHA CHEMICALS LIMITED

.....ANNUAL REPORT 2021-22

- **CHANGE IN STATUS OF THE COMPANY:** The status of the company has not been changed during the financial year 2021-22.
- **KEY BUSINESS DEVELOPMENTS;** The manufacturing units has a well-equipped laboratory assisted by a team of chemists and researchers for consistent Research and Development and support the Quality Control System which keeps an eye on the production process to yield the best from these production units.
- **CHANGE IN THE FINANCIAL YEAR:** The Company has not changed its financial year during the year
- **CAPITAL EXPENDITURE PROGRAMMES:** Not Applicable
- **DETAILS AND STATUS OF ACQUISITION, MERGER, EXPANSION MODERNIZATION AND DIVERSIFICATION:** Not Applicable
- **DEVELOPMENTS, ACQUISITION AND ASSIGNMENT OF MATERIAL INTELLECTUAL PROPERTY RIGHTS:** Not Applicable
- **ANY OTHER MATERIAL EVENT HAVING AN IMPACT ON THE AFFAIRS OF THE COMPANY:** No material events have occurred during the financial year 2021-22 which impact on the affairs of the Company.

3. DIVIDEND

Despite of the COVID-19 pandemic during the year under review your Company was still able to deliver a good and considerable Profit After Tax and thus in line with the proven track record and practice of the Company, your Board of Directors had declared an interim Dividend at Board Meeting held on 1st November, 2021 of Rs. 0.5 per share.

4. THE AMOUNTS, IF ANY, WHICH IT PROPOSES TO CARRY TO ANY RESERVES:

The company has not transferred any amount to reserves during the financial year 2021-22.

5. DIRECTORS AND KEY MANAGERIAL PERSONNEL:

Your Company is having dynamic, qualified, experienced, committed and versatile professionals in the Management of the Company. In pursuance to provisions of Section 203 of the Companies Act, 2013 ("the Act") read with relevant Rules thereunder, the personnel of the Company who acted as "Key Managerial Personnel" during the year under review are as appended below:

Name of Key Managerial Personnel	Designation
MR. HARISHBHAI BHATT**	WHOLE TIME DIRECTOR
MR. JAYESH KANTILAL PATEL	CFO(KMP)
MR. JAYESH KANTILAL PATEL	DIRECTOR

PRATIKSHA CHEMICALS LIMITED

.....ANNUAL REPORT 2021-22

MR. UPENDRA LAJJASHANKAR ADHVARYU	Non-Executive - Independent Director
MR. SOMABHAI ZAVERBHAI PATEL	Non-Executive - Independent Director
Mrs. MONIKA JAYESHBHAI CHAUHAN*	Non-Executive - Independent Director
Ms. JIGISHA ASHVINKUMAR KADIA	Company Secretary & Compliance Officer

*Ms. Monika Chauhan (DIN:08329798) was appointed as a Non Executive Director w.e.f 21st January, 2019. However due to non-clearance of online Proficiency test on Independent Director Databank. Therefore it has decided to Change the designation of Monika Chauhan from Independent Director to Non -Executive Director in the ensuing Annual General Meeting.

**The tenure of MR. HARISHBHAI BHATT, as a Whole Time Director will expire on 17th August, 2022, therefore the board has placed the proposal to re-appoint MR. HARISHBHAI BHATT as a whole time Director for the further period of five year subject to the approval of Shareholder in the ensuing Annual General meeting.

Pursuant to regulation 17 of SEBI (LODR) 2015, the Board has decided to appoint Mr. Alkesh Joshi as an Independent Director of the company effective from August 30, 2022 subject to the approval of Shareholder in the ensuing Annual General meeting.

Pursuant to the provisions Section 152(6) of the Companies Act, 2013, Mr. Jayesh Patel (DIN: 00401109), Director of the Company retires by rotation at the forthcoming Annual General Meeting and being eligible, offer himself for reappointment.

The Composition of the Board of Directors and Key Managerial Personnel of the company has not been changed during the financial year 2021-22.

The Company has received declarations from all the Independent Directors of the Company confirming that they meet with the criteria of independence as prescribed under sub-section 6 of Section 149 of the Companies Act, 2013 and under Regulation 16 (b) of SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015 and complied with the Code for Independent Directors prescribed in Schedule IV to the Act.

Further, all the Directors of the Company have confirmed that they are not disqualified from being appointed as Directors in terms of Section 164 of the Companies Act, 2013.

During the year under review, the non-executive directors of the Company had no pecuniary relationship or transactions with the Company, other than sitting fees, commission and reimbursement of expenses incurred by them for the purpose of attending meetings of the Board/Committee of the Company.

6. MEETINGS OF THE BOARD & COMMITTEE:

During the Financial Year under review, the Board of Directors of the Company met for 7 (Seven) times for various agenda items of the Company, the same which were circulated well in advance to

PRATIKSHA CHEMICALS LIMITED

.....ANNUAL REPORT 2021-22

the Board. The details of the meetings are duly mentioned in the Corporate Governance Report, which forms part of this Annual Report.

The following are the dates on which the Board Meetings and Committee Meeting held during the year under review:

Sr. No.	Board Meeting	Audit Committee Meeting	Stakeholder Committee Meeting	NRC Committee Meeting
1.	06-05-2021	29-06-2021	30-06-2021	06-05-2021
2.	29-06-2021	03-07-2021	30-09-2021	29-06-2021
3.	03-07-2021	02-08-2021	31-12-2021	
4.	02-08-2021	01-11-2021	31-03-2021	
5.	01-09-2021	11-02-2022		
6.	01-11-2021			
7.	11-02-2022			

The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013. The necessary quorum was present at the meetings.

7. COMMITTEES:

The company has several committees which have been established as a part of best corporate governance practices and are in compliance with the requirements of the relevant provisions of applicable laws and statutes.

The Board has constituted following Committees:

- Audit Committee
- Nomination and Remuneration Committee
- Stakeholder's Relationship Committee
- Internal Complaints Committee

The details with respect to the compositions, powers, roles, terms of reference etc. of relevant committees are given in detail in the 'Report on Corporate Governance' of the company which forms part of this Annual Report.

8. ANNUAL RETURN:

The Annual Return of the Company as on March 31, 2022 is available on the Company's website and can be accessed at (www.pratikshachemicals.com).

9. STATUTORY AUDITORS & AUDIT REPORT:

Pursuant to the provisions of Section 139 of the Companies Act, 2013, **M/S. CHANDABHOY & JASSOOBHOY**, Chartered Accountants, (F.R.NO. 101648W), have been appointed as statutory

PRATIKSHA CHEMICALS LIMITED

.....ANNUAL REPORT 2021-22

auditors of the company at the Twenty Eighth Annual General Meeting held on September 27, 2019 to hold office till the conclusion of Annual General Meeting of the Company for financial year 2023-24.

In accordance with the Companies Amendment Act, 2017, enforced on 7th May, 2018 by Ministry of Corporate Affairs, the appointment of Statutory Auditors is not required to be ratified at every AGM. Hence, Agenda for the ratification of Statutory auditor of the company has not been included in the Notice of AGM.

The Auditors comments on your company's accounts for year ended March 31, 2022 are self-explanatory in nature and do not require any explanation as per provisions of Section 134(3)(f) (i) of the Companies Act, 2013.

There are following qualifications, reservation or adverse remark or disclaimer made by Statutory Auditor in its report:

- 1. The Company is accounting for Gratuity & Leave Encashment on cash basis. This is not according with IND AS - 1 on "Presentation of Financial Statement" and IND AS-19 on "Employee Benefits" prescribed by the Institute of Chartered Accounting of India and contrary to provision contained in Section 133 of the Companies Act, 2013. The extent of non-compliance in terms of value is not ascertainable.***
- 2. IND AS - 2 for "Inventories" has not been followed. The measurement and valuation methods followed by the company as regards inventory are not in accordance with acceptable methodology. we are not in a position to quantify the effect of this discrepancy on the Profitability and Balance Sheet.***

Further in Companies (Auditor's Report) Order, 2016 as per subsection (11) of Section 143 of Companies Act, 2013, the auditor has given following qualifications, reservation or adverse remark

- 1. The Company has not maintained proper records showing full particulars including quantities details and situation of Property, Plants and Equipments and intangible assets. The management has not certified the physical verification of Property Plants and Equipments at reasonable intervals.***
- 2. As informed to us by the management, the inventory has not been physically verified during the year by the management. The procedures of physical verification of inventory followed by the management are not reasonable and inadequate in relation to the size of the Company and the nature of its business.***

The Board of Directors has undertaken to take the corrective steps for the above mentioned qualifications in current financial year.

PRATIKSHA CHEMICALS LIMITED

.....ANNUAL REPORT 2021-22

10. DISCLOSURE OF REPORTING OF FRAUD BY AUDITORS UNDER SECTION 143(12):

During the financial year 2021-22, the Statutory Auditor has not reported to the audit committee any instance of fraud committed against the Company by its employees or officers under section 143(12), the details of which need to be reported in Board's Report.

11. INTERNAL FINANCIAL CONTROLS& INTERNAL AUDITOR:

Pursuant to provisions of 138 of the Companies Act, 2013, and Rule 13 of Companies (Accounts) Rules, 2014, **M/S. H K SHAH & CO.**, Chartered Accountants (Firm Registration No. 109583W), Ahmedabad, has been appointed as an Internal Auditor of the Company for the Financial Year 2021-22. The Board has adopted the policies and procedures for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, safeguarding of its assets, prevention and detection of frauds and errors, the accuracy and completeness of the accounting records and the timely preparation of reliable financial disclosures. The reports of Internal Audit are reviewed by the Audit Committee of the Board.

12.COST RECORDS:

Pursuant to Section-148 (1) of the Companies Act, 2013 read with Rule 3 of Companies (Cost Records and Audit) Rules, 2014, Company does not fall under the criteria for maintaining cost record for the financial year 2021-22.

13.SECRETARIAL AUDITORS AND SECRETARIAL AUDIT REPORT:

Pursuant to Section 204 of the Companies Act, 2013, your company had appointed **M/S. A. SHAH & ASSOCIATES**, Practicing Company Secretaries, Ahmedabad, as its Secretarial Auditors to conduct the Secretarial Audit of the company for F.Y. 2021-22. The Report of the Secretarial Auditor for the F.Y. 2021-22 is annexed to this report as '**Annexure: I**' to the Directors' Report.

S.N.	Qualification	Reply by Management
1.	<i>The Company has not complied with Regulation 17 of SEBI LODR: The composition of board of directors of the listed entity shall be such that where the chairperson of the board of directors is a non-executive director, at least one-third of the board of directors shall comprise of independent directors. The Company is required to appoint an Independent Director</i>	As Board of Director in the meeting held on August 30, 2022 has decided to appoint Mr. Alkesh Joshi as an Independent Director of the company effective from August 30, 2022 subject to approval of Shareholder in the ensuing Annual General meeting.
2	<i>Non-compliance with Regulation 31 of SEBI (LODR)Regulations, 2015 for the quarter ended 31st March 2021 within</i>	The company has paid the penalty of Rs. 16520/- on 24.08.2021 and assures not to repeat the same in future.

PRATIKSHA CHEMICALS LIMITED

.....ANNUAL REPORT 2021-22

	<i>the prescribed time</i>	
3	<i>Delay in submission of Regulation 33 for Quarter ended on 31st March, 2014 (erstwhile clause 41 of listing agreement)-E-mail of BSE on dated 16th September, 2021of outstanding fines for delay in Reg-33</i>	The company has paid the penalty of Rs. 17700/- on 21.10.2021 and assures not to repeat the same in future.
4	<i>The Company has not filed Form BEN-1.</i>	The Company has assured that the company will comply with the same in the current financial year.
5	<i>Non Compliance of Section 124 Unpaid Dividend Account: the company shall, within seven days from the date of expiry of the said period of thirty days (from the date of the declaration to any shareholder), transfer the total amount of dividend which remains unpaid or unclaimed to a special account to be opened by the company in that behalf in any scheduled bank to be called the Unpaid Dividend Account</i>	The Company is under the process of opening a Bank Account

14. NOMINATION AND REMUNERATION POLICY:

The Board has on the recommendation of Nomination and Remuneration/ Compensation Committee framed a policy on directors' appointment and remuneration of Directors including criteria for determining qualification, positive attributes, independence of directors and remuneration for Directors, Key Managerial Personnel and other employees. The policy is annexed to this report as 'Annexure: II'.

15. BOARD EVALUATION:

The Board of Directors has carried out an annual evaluation of its own performance, Board committees and individual directors pursuant to the provisions of the Companies Act, 2013 the corporate governance requirements as prescribed by Securities and Exchange Board of India ("SEBI") under Regulation 17 to 27 and clauses (b) to (i) of sub-regulation (2) of regulation 46 and para C, D and E of Schedule V of SEBI (Listing Obligation and Disclosure Requirement) Regulation 2015.

The performance of the Board was evaluated by the Board after seeking inputs from all the directors on the basis of the criteria such as the Board composition and structure, effectiveness of board processes, information and functioning, etc. The performance of the committees was evaluated by the board after seeking inputs from the committee members on the basis of the criteria such as the composition of committees, effectiveness of committee meetings, etc.

PRATIKSHA CHEMICALS LIMITED

.....ANNUAL REPORT 2021-22

The Board and the Nomination and Remuneration Committee (“NRC”) reviewed the performance of the individual directors on the basis of the criteria such as the contribution of the individual director to the Board and committee meetings like preparedness on the issues to be discussed, meaningful and constructive contribution and inputs in meetings, etc. In addition, the Chairman was also evaluated on the key aspects of his role.

In a separate meeting of independent Directors, performance of non-independent directors, performance of the board as a whole and performance of the Chairman was evaluated, taking into account the views of executive directors and non-executive directors. The same was discussed in the board meeting that followed the meeting of the independent Directors, at which the performance of the Board, its committees and individual directors was also discussed.

16. DEPOSITS:

Your Company has not accepted any fixed deposits from the public within the provisions of Section 73 to 76 of the Companies Act, 2013. Hence, the disclosures required as per Rule 8(5)(v)&(vi) of the Companies (Accounts) Rules, 2014, read with Section 73 to 76 of the Companies Act, 2013 are not applicable to your Company. The Company has the secure Outstanding Borrowing (Bank Overdraft) of Rs. 69.14 Lakhs.

17. FOREIGN EXCHANGE EARNINGS / OUTGO:

The Company has not earned any Foreign Exchange by the way of Export Sales and has not incurred any Expenditure in Foreign Exchange during the Financial Year 2021-22.

18. VIGIL MECHANISM:

In pursuant to the provisions of section 177(9) & (10) of the Companies Act, 2013, a Vigil Mechanism for directors and employees to report genuine concerns has been established. The Vigil Mechanism Policy has been uploaded on the website of the Company at www.pratikshachemicals.com under investors / policy documents / Vigil Mechanism Policy link.

19. CONSERVATION OF ENERGY & TECHNOLOGY ABSORPTION:

(a) Conservation of energy:

(i)	the steps taken or impact on conservation of energy	N.A.
(ii)	the steps taken by the company for utilizing alternate sources of energy	N.A.
(iii)	the capital investment on energy conservation equipment's	N.A.

(b) Technology absorption:

(i)	the efforts made towards technology absorption	N.A.
(ii)	the benefits derived like product improvement, cost reduction, product development or import substitution	N.A.
(iii)	in case of imported technology (imported during the last three years reckoned from the beginning of the financial year)	N.A.

PRATIKSHA CHEMICALS LIMITED

.....ANNUAL REPORT 2021-22

	(a) the details of technology imported	N.A.
	(b) the year of import;	N.A.
	(c) whether the technology been fully absorbed	N.A.
	(d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof	N.A.
(iv)	the expenditure incurred on Research and Development	N.A.

The efforts are being made for energy conservation to new and innovative means. Further, the Company did not have any imported technology during the financial year.

20. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:

All Related Party Transactions those were entered during the financial year were in ordinary course of the business of the company and were on arm's length basis. All such Related Party Transactions are placed before the Audit Committee for approval.

The policy on materiality of Related Party Transactions and also on dealing with Related Party Transactions as approved by the Audit Committee and the Board of Directors is has been uploaded on the website of the Company at www.pratikshachemicals.com under investors/policy documents/Related Party Transaction Policy.

The particulars of every contract or arrangements entered into by the Company with related parties referred to the sub-section (1) of section 188 of the Companies Act, 2013, are disclosed in Form No. AOC-2 '**Annexure: III**' the same forms part of this report, pursuant to Section 134 (3) (h) of the Act read with rule 8(2) of the Companies (Accounts) Rules, 2014.

21. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186:

In terms of provisions of Section 134(3)(g) of the Companies Act 2013, the Particulars of Loans, Guarantees or Investments under Section 186, is annexed hereto as '**Annexure: IV**' and forms part of this Report.

22. PARTICULARS OF EMPLOYEES REMUNERATION:

- A. The ratio of the remuneration of each director to the median employee's remuneration and other details in terms of sub-section 12 of Section 197, of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, are forming part of this report as '**Annexure: V**' to the Directors' Report.
- B. The statement containing particulars of employees as required under Section 197(12) of the Companies Act, 2013 read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is not provided as no employees is paid remuneration of Rs. 8.50 Lac Per month if employed for part of the year and Rs. 1.02 Crore Per Annum if employed for the whole year.

PRATIKSHA CHEMICALS LIMITED

.....ANNUAL REPORT 2021-22

23. SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

Disclosure under Section 22 of the Sexual Harassment Of Women At Workplace (Prevention, Prohibition and Redressal) Act, 2013:

Pursuant to Section 22 of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, the company has setup the Internal complaints committee and the said committee has framed policy for prevention of sexual harassment at work place in accordance with the section 22 of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. There were 23 employees working in the Organization during the financial year 2021-22. However, during the year no complaints were received by the Internal Complaints committee for sexual harassment from any of the women.

24. CORPORATE SOCIAL RESPONSIBILITY (CSR):

The Board of Directors of your company hereby confirms that the provisions of section 135(1) of the Companies Act, 2013 and Rule 9 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 is not applicable to our company for the financial year 2021-22.

25. HUMAN RESOURCES DEVELOPMENT:

Your Company treats its "Human Resources" as one of its most significant assets. The Company continues its focus on retention through employee engagement initiatives and provides a holistic environment where employees get opportunities to realize their potential. A number of programs that provide focused people attention are currently underway. Your Company thrust is on the promotion of talent internally through job rotation and job enlargement. The Company's Health and Safety Policy commits to provide a healthy and safe work environment to all employees.

26. CHANGE IN NATURE OF THE BUSINESS:

There has been no change in the nature of business of the company during the year under review.

27. MANAGEMENT DISCUSSION AND ANALYSIS:

As per the corporate governance norms, a separate section on Management Discussion and Analysis outlining the business of the Company is set out in Annexure forming part of this Report.

28. SIGNIFICANT OR MATERIAL ORDERS AGAINST COMPANY:

No significant and material orders were passed by the regulators or courts or tribunals impacting the going concern status and Company's operation in future.

29. SIGNIFICANT OR MATERIAL EVENT OCCURRED AFTER BALANCE SHEET DATE:

PRATIKSHA CHEMICALS LIMITED

.....ANNUAL REPORT 2021-22

No Event has occurred after the balance sheet date that representing the material changes and commitment that affecting the Financial position of the company.

30.STATEMENT OF DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to requirement under 134(3)(c) and Section 134 (5) of the Companies Act, 2013 (Act), Directors, confirm that:

- (a) in the preparation of the annual accounts for the year ended on 31st March, 2022, the applicable accounting standards read with requirement set out under Schedule III to the Act, have been followed and there are no material departures from the same;
- (b) the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company as at March 31, 2022 and of the profit of the company for the year ended on that date;
- (c) the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (d) the Directors had prepared the annual accounts on a going concern basis;
- (e) the Directors, had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and are operating effectively and;
- (f) The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

31.CORPORATE GOVERNANCE:

This is to inform you that the paid up equity Share capital of the Company and net worth of the Company as on 31st March, 2022 does not exceed the stipulated criteria of rupees ten crore and rupees twenty five crore respectively. Hence, Regulation - 17 to 27 and Regulation - 46 (2) (b) to (i) and para C, D and E of Schedule V shall not apply to the Company and the Company is exempt from filing Regulation 27(2) Corporate Governance Report to BSE under SEBI (Listing Obligation & Disclosure Requirements) Regulations, 2015.

32. RISK MANAGEMENT

Your Company has developed and implemented a Risk Management Policy which includes identification of elements of risk, if any, which in the opinion of the Board, may threaten the existence of the Company. Your Company has a risk identification and management framework appropriate to the size of your Company and the environment under which it operates. The process involves identifying both external

PRATIKSHA CHEMICALS LIMITED

.....ANNUAL REPORT 2021-22

and internal risks and the readiness to respond to extreme risks like calamities and disasters. Risks are being continuously identified in relation to business strategy, business continuity/contingency plans, operations and transactions, statutory / legal compliance, financial reporting, information technology system, cyber security and overall internal control framework.

33. BRIEF OF SHAREHOLDING PATTERN:

The shareholding pattern for the financial year 2021-22, is as follows:

SR NO	Category of Shareholder	No. of Shares held at the beginning of the year: 01/04/2021				No. of Shares held at the end of the year :31/03/2022				% Change
		Demat	Physical	Total Shares	Total %	Demat	Physical	Total Shares	Total %	
(Shareholding of Promoter and Promoter Group)										
Indian										
1.	INDIVIDUAL / HUF	2561140	0	2561140	45.98	2561140	0	2561140	45.98	0.00
	Total Shareholding	2561140	0	2561140	45.98	2561140	0	2561140	45.98	0.00
(B) Public shareholding										
2.	BODIES CORPORATE	629004	97500	726504	13.04	439935	97500	537435	9.65	(-3.39)
3.	INDIVIDUAL									
4.	(CAPITAL UPTO TO Rs. 1 Lakh)	871268	669260	1540528	27.66	920210	659560	1579770	28.36	0.70
5.	(CAPITAL GREATER THAN Rs. 1 Lakh)	357542	123500	481042	8.63	526858	123500	650358	11.67	3.04
6.	ANY OTHERS (Specify)									
7.	HINDU UNDIVIDED FAMILY	19944	2500	22444	0.40	12056	2500	14556	0.26	(0.14)
8.	CLEARING MEMBER	64136	0	64136	1.15	52735	0	52735	0.95	(0.20)
9.	NON RESIDENT INDIANS (NRI)	174546	0	174546	3.13	174346	0	174346	3.12	(0.003)
10.	IEPF	0	0	0	0	0	0	0	0	0.00
	Total Public Shareholding	2116440	892760	3009200	54.02	2126140	883060	3009200	54.022	0
	GRAND TOTAL	4677580	892760	5570340	100.00	4687280	883060	5570340	100.00	(0.00)

34. DETAILS OF SUBSIDIARY JOINT VENTURE AND ASSOCIATES COMPANY

During the year under review there is no Company which have become or ceased to be the Subsidiaries, joint ventures or associate companies.

35. SHARE CAPITAL

The authorized and paid-up equity share capital as of March 31, 2022 stood at Rs. 7,50,00,000 (Rupees Seven crores Fifty Lacs) and 5,57,03,400 (Rupees Five crores Fifty Sevenlacs Three thousand Four

PRATIKSHA CHEMICALS LIMITED

.....ANNUAL REPORT 2021-22

Hundred) respectively. During the year under review, the Company has not issued shares or convertible securities or shares with differential voting rights nor has granted any stock options or sweat equity or warrants. As of March 31, 2022, none of the directors of the Company hold instruments convertible into Equity Shares of the Company.

36.ACKNOWLEDGEMENT:

Your Directors wish to place on record their gratitude and sincere appreciation for the assistance and co-operation received from the financial institutions, banks, Government authorities, customers, vendors and members during the year under review.

Your Directors would like to express a profound sense of appreciation for the commitment shown by the employees in supporting the Company in its continued robust performance on all fronts.

**PLACE: AHMEDABAD
DATE: 30/08/2022**

**BY THE ORDER OF THE BOARD OF DIRECTORS,
FOR, PRATIKSHA CHEMICALS LIMITED**

sd/- _____
**MR. JAYESH PATEL
DIRECTOR & CFO
(DIN:00401109)**

PRATIKSHA CHEMICALS LIMITED

.....ANNUAL REPORT 2021-22.....


A.SHAH&ASSOCIATES
PRACTICING COMPANY SECRETARIES

CS ANISH B. SHAH

 **B.COM, LLB, FCS**

 D/413, Shiromani Complex, Opp.
Oceanic Park, Nehru Nagar
Satellite Road, AHMEDABAD-380015

 anishshahcs@gmail.com

 OFFICE: 079-26740953
MOBILE : +91-997-890-9231



Annexure: I

MR-3

SECRETARIAL AUDIT REPORT

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

FOR THE FINANCIAL YEAR ENDED AS ON 31ST MARCH, 2022

To,
The Members,
PRATIKSHA CHEMICALS LIMITED

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **M/S.PRATIKSHA CHEMICALS LIMITED** (Hereinafter called the company) for the financial year ended on 31st March, 2022. Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on our verification of the **M/S.PRATIKSHA CHEMICALS LIMITED** (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 31ST MARCH, 2022 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 **M/S PRATIKSHA CHEMICALS LIMITED** for the financial year ended on 31ST MARCH, 2022 according to the provisions of:

- I. The Companies Act, 2013 (the Act) and the rules made thereunder;
- II. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- III. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- IV. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;

PRATIKSHA CHEMICALS LIMITED

.....ANNUAL REPORT 2021-22

V. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-

- (a) The Securities and Exchange Board of India (Listing Obligation and Disclosure Requirement) Regulation, 2015
- (b) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
- (c) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
- (d) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 as well as The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 to the extent applicable;
- (e) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;
- (f) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
- (g) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
- (h) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and
- (i) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;

VI. As the company is engaged in manufacturing of Chemical 'Pigment Green 7' other specific laws applicable to the Company for the financial year under review are as under:

1. The Factories Act, 1948.
2. Environment (Protection) Act, 1986, Water (Prevention and Control of Pollution) Act, 1974 and Air (Prevention and Control of Pollution) Act, 1981.
3. Hazardous Waste (Management and Handling) Rules, 1989

We have also examined compliance with the applicable clauses of the following:

- I. Secretarial Standards issued by The **Institute** of Company Secretaries of India.
- II. The Listing Agreements entered into by the Company with BSE Limited.

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

The Company has not complied with Regulation 17 of SEBI LODR: The composition of board of directors of the listed entity shall be such that where the chairperson of the board of directors is a non-executive director, at least one-third of the board of directors shall comprise of independent directors. The Company is required to appoint an Independent Director

Non-compliance with Regulation 31 of SEBI (LODR) Regulations, 2015 for the quarter ended 31st March 2021 within the prescribed time

PRATIKSHA CHEMICALS LIMITED

.....ANNUAL REPORT 2021-22

Delay in submission of Regulation 33 for Quarter ended on 31st March, 2014 (erstwhile clause 41 of listing agreement)-E-mail of BSE on dated 16th September, 2021of outstanding fines for delay in Reg-33

The Company has not filed Form BEN-1.

Non Compliance of Section 124 Unpaid Dividend Account: the company shall, within seven days from the date of expiry of the said period of thirty days (from the date of the declaration to any shareholder), transfer the total amount of dividend which remains unpaid or unclaimed to a special account to be opened by the company in that behalf in any scheduled bank to be called the Unpaid Dividend Account

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. Also, The changes in the composition of the Board of Directors of the Company that took place during the period under review carried out in compliance with the provisions of the Act.

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

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

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

We further report that during the audit period in the company, there has been no material discrepancy found in the business and no specific change in the nature of the Business.

PLACE: AHMEDABAD

DATE:30.08.2022

**FOR, A. SHAH & ASSOCIATES
PRACTICING COMPANY SECRETARIES**

_____sd/-_____

MR. ANISH SHAH

PROPRIETOR

FCS NO: 4713

C P NO.: 6560

(UDIN:F004713D000876969)

PRATIKSHA CHEMICALS LIMITED

.....ANNUAL REPORT 2021-22

Note: This report is to be read with our letter of even date which is annexed as "ANNEXURE A" and forms an integral part of this report.


PRATIKSHA CHEMICALS LIMITED

.....ANNUAL REPORT 2021-22.....


A.SHAH&ASSOCIATES
PRACTICING COMPANY SECRETARIES

CS ANISH B. SHAH

B.COM, LLB,FCS

 D/413,Shiromani Complex, Opp.
Oceanic Park, Nehru Nagar
Satellite Road, AHMEDABAD-380015

 anishshahcs@gmail.com

 OFFICE: 079-26740953

MOBILE : +91-997-890-9231

Annexure A

To,
The Members
PRATIKSHA CHEMICALS LIMITED

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

1. Maintenance of Secretarial record is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

FOR, A. SHAH & ASSOCIATES
PRACTICING COMPANY SECRETARIES

_____sd/-_____

MR. ANISH SHAH
PROPRIETOR
FCS NO: 4713PLACE: AHMEDABAD
C P NO.: 6560DATE:30/08/2022
(UDIN: F004713D000876969)

PRATIKSHA CHEMICALS LIMITED

.....ANNUAL REPORT 2021-22

Annexure: II

NOMINATION AND REMUNERATION POLICY

INTRODUCTION:

In pursuance of the Company's policy to consider human resources as its invaluable assets, to pay equitable remuneration to all Directors, key managerial personnel and employees of the company, to harmonize the aspirations of human resources consistent with the goals of the company and in terms of the provisions of the Companies Act, 2013 and the Listing Agreement with the stock exchanges (As amended from time to time), this policy on nomination and remuneration of Directors, Key Managerial Personnel (KMP) and Senior Management has been formulated by the Nomination and Remuneration Committee ("NRC") and approved by the Board of Directors of the Company.

CONSTITUTION OF COMMITTEE:

The Board of Directors of the Company (the Board) constituted the committee to be known as the Nomination and Remuneration Committee consisting of three non-executive directors out of which not less than one-half are independent directors. The Chairman of the Committee is an Independent Director. However, the chairperson of the company (whether executive or non- executive) may be appointed as a member of the Nomination and Remuneration Committee but shall not chair such Committee.

OBJECTIVE:

The Nomination and Remuneration Committee and this Policy shall be in compliance with Section 178 of the Companies Act, 2013 read along with the applicable rules thereto and as per LODR Regulation, 2015 and Guidelines of Reserve Bank of India. The objective of this policy is to lay down a framework in relation to remuneration of directors, KMP, senior management personnel and other employees. The Key Objectives of the Committee would be:

- 1.1. To guide the Board in relation to appointment and removal of Directors, Key Managerial Personnel and Senior Management.
- 1.2. Formulate the criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board a policy relating to the remuneration of Directors, key managerial personnel and other employees.
- 1.3. Formulation of criteria for evaluation of Independent Director and the Board.
- 1.4. To evaluate the performance of the members of the Board and provide necessary report to the Board for further evaluation of the Board.
- 1.5. To recommend to the Board on Remuneration payable to the Directors, Key Managerial Personnel and Senior Management.
- 1.6. To provide to Key Managerial Personnel and Senior Management reward linked directly to their effort, performance, dedication and achievement relating to the Company's operations.

PRATIKSHA CHEMICALS LIMITED

.....ANNUAL REPORT 2021-22

- 1.7. To retain, motivate and promote talent and to ensure long term sustainability of talented managerial persons and create competitive advantage.
- 1.8. To develop a succession plan for the Board and to regularly review the plan.
- 1.9. To assist the Board in fulfilling responsibilities. 1.10 To Implement and monitor policies and processes regarding principles of corporate governance.

APPLICABILITY:

- a) Directors (Executive and Non Executive)
- b) Key Managerial Personnel
- c) Senior Management Personnel

DEFINITION:

“**Act**” means the Companies Act, 2013 and Rules framed there under, as amended from time to time.

“**Board**” means Board of Directors of the Company.

“**Directors**” mean Directors of the Company.

“**Key Managerial Personnel**” means

- i. Managing Director, or Chief Executive Officer or Manager and in their absence, a Whole-time Director;
- ii. Chief Financial Officer;
- iii. Company Secretary; and
- iv. Such other officer as may be prescribed.

“**Senior Management**” means Senior Management means the personnel of the company who are members of its core management team excluding Board of Directors comprising all members of management one level below the executive directors, including the functional heads. Unless the context otherwise requires, words and expressions used in this policy and not defined herein but defined in the Companies Act, 2013 as may be amended from time to time shall have the meaning respectively assigned to them therein.

POLICY FOR APPOINTMENT AND REMOVAL OF DIRECTOR, KMP AND SENIOR MANAGEMENT:

Appointment Criteria and Qualifications

- a) The Committee shall identify and ascertain the integrity, qualification, expertise and experience of the person for appointment as Director, KMP or at Senior Management level and recommend to the Board his / her appointment.
- b) A person should possess adequate qualification, expertise and experience for the position he / she is considered for appointment. The Committee has discretion to decide whether qualification,

PRATIKSHA CHEMICALS LIMITED

.....ANNUAL REPORT 2021-22

expertise and experience possessed by a person is sufficient / satisfactory for the concerned position.

- c) The Company shall not appoint or continue the employment of any person as Whole-time Director who has attained the age of seventy years. Provided that the term of the person holding this position may be extended beyond the age of seventy years with the approval of shareholders by passing a special resolution based on the explanatory statement annexed to the notice for such motion indicating the justification for extension of appointment beyond seventy years.

1. Term / Tenure:

a) Managing Director/Whole-time Director: The Company shall appoint or re-appoint any person as its Executive Chairman, Managing Director or Executive Director for a term not exceeding five years at a time. No re-appointment shall be made earlier than one year before the expiry of term.

b) Independent Director:

An Independent Director shall hold office for a term up to five consecutive years on the Board of the Company and will be eligible for re-appointment on passing of a special resolution by the Company and disclosure of such appointment in the Board's report.

No Independent Director shall hold office for more than two consecutive terms of upto maximum of 5 years each, but such Independent Director shall be eligible for appointment after expiry of three years of ceasing to become an Independent Director. Provided that an Independent Director shall not, during the said period of three years, be appointed in or be associated with the Company in any other capacity, either directly or indirectly.

At the time of appointment of Independent Director it should be ensured that number of Boards on which such Independent Director serves is restricted to seven listed companies as an Independent Director and three listed companies as an Independent Director in case such person is serving as a Whole-time Director of a listed company or such other number as may be prescribed under the Act.

1. Evaluation:

The Committee shall carry out evaluation of performance of every Director, KMP and Senior Management Personnel at regular interval (yearly).

a) Removal Due to reasons for any disqualification mentioned in the Act or under any other applicable Act, rules and regulations there under, the Committee may recommend, to the Board with reasons recorded in writing, removal of a Director, KMP or Senior Management Personnel subject to the provisions and compliance of the said Act, rules and regulations.

b) Retirement the Director, KMP and Senior Management Personnel shall retire as per the applicable provisions of the Act and the prevailing policy of the Company. The Board will have the discretion to retain the Director, KMP, Senior Management Personnel in the same position/ remuneration or otherwise even after attaining the retirement age, for the benefit of the Company.

POLICY FOR REMUNERATION TO DIRECTORS / KMP / SENIOR MANAGEMENT PERSONNEL:

PRATIKSHA CHEMICALS LIMITED

.....ANNUAL REPORT 2021-22

1. Remuneration to Managing/Whole-time / Executive / Managing Director, KMP and Senior Management Personnel:

The Remuneration/ Compensation/ Commission etc. to be paid to Director / Managing Director etc. shall be governed as per provisions of the Companies Act, 2013 and rules made there under or any other enactment for the time being in force.

2. Remuneration to Non- Executive / Independent Director:

No remuneration / compensation / commission are given to the Non-Executive Independent Director of the company.

DUTIES IN RELATION TO NOMINATION MATTERS:

The duties of the Committee in relation to nomination matters include:

- Ensuring that there is an appropriate induction in place for new Directors and members of Senior Management and reviewing its effectiveness;
- Ensuring that on appointment to the Board, Non-Executive Directors receive a formal letter of appointment in accordance with the Guidelines provided under the Act;
- Identifying and recommending Directors who are to be put forward for retirement by rotation
- Determining the appropriate size, diversity and composition of the Board;
- Developing a succession plan for the Board and Senior Management and regularly reviewing the plan;
- Evaluating the performance of the Board members and Senior Management in the context of the Company's performance from business and compliance perspective;
- Making recommendations to the Board concerning any matters relating to the continuation in office of any Director at any time including the suspension or termination of service of an Executive Director as an employee of the Company subject to the provision of the law and their service contract.
- Delegating any of its powers to one or more of its members or the Secretary of the Committee;
- Recommend any necessary changes to the Board; and
- Considering any other matters, as may be requested by the Board.

DUTIES IN RELATION TO REMUNERATION MATTERS:

The duties of the Committee in relation to remuneration matters include:

- Considering and determining the Remuneration Policy, based on the performance and also bearing in mind that the remuneration is reasonable and sufficient to attract retain and motivate members of the Board and such other factors as the Committee shall deem appropriate all elements of the remuneration of the members of the Board.
- Approving the remuneration of the Senior Management including key managerial personnel of the Company maintaining a balance between fixed and incentive pay reflecting short and long term performance objectives appropriate to the working of the Company. Delegating any of its powers to one or more of its members or the Secretary of the Committee. Considering any other matters as may be requested by the Board.

REVIEW AND AMENDMENTS:

- i. The NRC or the Board may review the Policy as and when it deems necessary.

PRATIKSHA CHEMICALS LIMITED

.....ANNUAL REPORT 2021-22

ii. The NRC may issue the guideline, procedures, formats, reporting mechanism and manual in supplement and better implementation to this policy, if it thinks necessary.

iii. This Policy may be amended or substituted by the NRC or by the Board and as when required and also by the Compliance Officer where there is any statutory change necessitating the change in the policy.

**PLACE: AHMEDABAD
DATE: 30/08/2022**

**BY THE ORDER OF THE BOARD OF DIRECTORS,
FOR, PRATIKSHA CHEMICALS LIMITED**

_____sd/-_____
**MR. JAYESH PATEL
DIRECTOR & CFO
(DIN:00401109)**

PRATIKSHA CHEMICALS LIMITED

.....ANNUAL REPORT 2021-22

Annexure: III

FORM NO. AOC -2

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

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

1. Details of contracts or arrangements or transactions at Arm's length basis:

Sr. No.	Particulars	Details
1	Name(s) of the related party Nature of relationship	: 1. M/s. Harishbhai Bhatt (HUF), 2. Mrs. Surbhiben H. Bhatt, : 3. Mrs. Ratnakalaben H. Patel& M/s. Harishbhai Bhatt (HUF) and Mrs. Surbhiben H. Bhatt are Relatives of MR. HARISHBHAI BHATT, Whole Time Director of the company and Mrs. Ratnakalaben H. Patel is relative of Mr. Jayesh Patel, director & CFO of the Company.
2	Nature of contracts/arrangements/transaction	: Payment of Office Rent
3	Duration of the contracts/arrangements/transaction	: 01 st April 2021 to 31 st March 2022
4	Salient terms of the contracts or arrangements or transaction including the value, if any	: Rs. 1.80 Lakhs p.a.
5	Date of approval by the Board	: 06/05/2021
6	Amount paid as advances, if any	: N.A.

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

Sr. No.	Particulars	Details
1	Name(s) of the related party Nature of relationship	: Mr. Harshadbhai K. Patel : Relatives of Mr. Jayesh Patel, Director & CFO of the Company
2	Nature of contracts/arrangements/transaction	: Payment of Remuneration as a Chief Strategy Officer
3	Duration of the contracts/arrangements/transaction	: 01 st April 2021 to 31 st March 2022

PRATIKSHA CHEMICALS LIMITED

.....ANNUAL REPORT 2021-22

4	Salient terms of the contracts or arrangements or transaction including the value, if any	:	Rs. 8.40 Lakhs p.a.
5	Date of approval by the Board	:	06/05/2021
6	Amount paid as advances, if any	:	N.A.

PLACE: AHMEDABAD
DATE: 30/08/2022

BY THE ORDER OF THE BOARD OF DIRECTORS,
FOR, PRATIKSHA CHEMICALS LIMITED

_____sd/-_____
MR. JAYESH PATEL
DIRECTOR & CFO
(DIN:00401109)

PRATIKSHA CHEMICALS LIMITED

.....ANNUAL REPORT 2021-22

Annexure: IV

(Pursuant to sub-section (2) of section 186 of the Act and Rule 11 of the Companies (Meetings of Board and its Powers) Rules, 2014)

➤ **Details of Loans:**

Sr. No.	Date of making loan	Details of Borrower	Amount	Purpose for which the loan is to be utilized by the recipient	Time period for which it is given	Date of BR	Date of SR (if required)	Rate of Interest	Security
1	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.

➤ **Details of Investments:**

Sr. No.	Date of investment	Details of Investee	Amount	Purpose for which the proceeds from investment is proposed to be utilized by the recipient	Date of BR	Date of SR (if reqd)	Expected rate of return
1	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.

➤ **Details of Guarantee / Security Provided:**

Sr. No	Date of providing security/guarantee	Details of recipient	Amount	Purpose for which the security/guarantee is proposed to be utilized by the recipient	Date of BR	Date of SR (if any)	Commission
1	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.

**PLACE: AHMEDABAD
DATE: 30/08/2022**

**BY THE ORDER OF THE BOARD OF DIRECTORS,
FOR, PRATIKSHA CHEMICALS LIMITED**

sd/-
**MR. JAYESH PATEL
DIRECTOR & CFO
(DIN:00401109)**

PRATIKSHA CHEMICALS LIMITED

.....ANNUAL REPORT 2021-22

Annexure: V

DETAILS PERTAINING TO REMUNERATION AS REQUIRED UNDER SECTION 197 (12) OF THE COMPANIES ACT, 2013 READ WITH RULE 5 (1) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014:

- (i) The percentage increase in remuneration of each Director & Chief Financial Officer during the Financial year 2021-22, ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the Financial year 2021-22 are as under:

Sr. No.	Name of Director/ KMP and Designation	Remuneration of Director/KMP for Financial year 2021-22 (Amount in Rs.)	% Increase in Remuneration in the Financial Year 2021-22	Ratio of remuneration of each Director to median remuneration of employees
1	Mr. Harishbhai Bhatt (Whole Time Director)	Rs. 8,40,000/-	16.67	4.06:1
2	Mr. Jayesh Patel (Director)	Rs. 19,80,000/-	8.79	10.47:1
3	Mr. Upendra Adhavryu (Non executive Independent Director)	N.A.	N.A.	N.A.
4	Mr. Somabhai Patel (Non Executive Independent Director)	N.A.	N.A.	N.A.
5	Mrs. Monika Chauhan (Non Executive - Independent Director)	N.A.	N.A.	N.A.
7	Mr. Jayesh Patel (Chief Financial Officer)	N.A.	N.A.	N.A.
8	Ms. Jigisha Kadia (Company Secretary)	Rs. 1,68,000/-	N.A.	0.89:1

- (ii) The median remuneration of employees of the Company during the financial year 2021-22 was **Rs. 1,89,154/- (P.Y. Rs. 1,77,336/-)**
- (iii) In the Financial year 2021-22, there was an increase of 6.66% in the median remuneration of employees.

PRATIKSHA CHEMICALS LIMITED

.....ANNUAL REPORT 2021-22

- (iv) There were 23 permanent employees on the rolls of Company as on March 31, 2022;
- (v) Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and any exceptional circumstances for increase in the managerial remuneration: NIL
- (vi) The key parameters for the variable component of remuneration availed by the directors are considered by the Board of Directors based on the recommendations of the Nomination and Remuneration Committee as per the Remuneration Policy for Directors, Key Managerial Personnel and other Employees.
- (vii) The ratio of the remuneration of the highest paid director to that of the employees who are not directors but receive remuneration in excess of the highest paid director during the year – Not Applicable; and
- (viii) It is hereby affirmed that the remuneration paid is as per the Remuneration Policy for Directors, Key Managerial Personnel and other Employees.

PLACE: AHMEDABAD
DATE: 30/08/2022

**BY THE ORDER OF THE BOARD OF DIRECTORS,
FOR, PRATIKSHA CHEMICALS LIMITED**

_____sd/-_____

MR. JAYESH PATEL
DIRECTOR & CFO
(DIN:00401109)

PRATIKSHA CHEMICALS LIMITED

.....ANNUAL REPORT 2021-22

MANAGEMENT DISCUSSION AND ANALYSIS

1. OVERALL REVIEW ON INDUSTRY STRUCTURE & DEVELOPMENTS:

The Company represents small, medium, and large color pigments manufacturers throughout India, accounting for the bulk of the production of color pigments in India. The Company supplies superior quality pigment green 7 all over India.

• INFRASTRUCTURE:

Our factory is strategically located in Village Iyava-vasna, Tal: Sanand, Dist Ahmedabad. Where all the raw materials are easily available. Our pigment testing and R&D laboratories are also located in the factory premises.

• RESEARCH & DEVELOPMENTS:

The manufacturing units has a well equipped laboratory assisted by a team of chemists and researchers for consistent Research and Development and support the Quality Control System which keeps an eye on the production process to yield the best from these production units.

The overall performance during the financial year 2021-22 has been satisfactory. However, the business operation of the Company has been slightly affected due to worldwide COVID-19 pandemic in the first quarter. However, there is no major impact on the financials of the Company due to COVID -19.

2. OPPORTUNITY & THREATS:

Color pigments are widely used in product compositions of all kinds, including paints, inks, plastics, glass, synthetic fibers, ceramics, colored cement products, textiles, cosmetics, and artists' colors which is itself a strength for the company.

Proximity to two of the largest shipping ports in the country and government approved pigment testing laboratories are some of the added advantage

Competition in the chemical industry can be treated as a threat to the company. The Company needs to lower the cost of manufacturing to cope up with the increasing competition and to earn optimum profit and growth of the Company.

The Company does not foresee any material impact of COVID -19 on liquidity and assumption of going concern. Till the time business operations at customers' end get fully functional and supplies chain with vendors totally restored, business operations of the Company will remain at sub-optimal level.

COVID -19 Pandemic is also an another threat to entire economy during the current scenario . However, The Company does not foresee any material impact on liquidity and assumption of going concern. Till the time business operations at customers' end get fully functional and supplies chain with vendors totally restored, business operations of the Company will remain at sub-optimal level.

PRATIKSHA CHEMICALS LIMITED

.....ANNUAL REPORT 2021-22

3. SEGMENT-WISE OR PRODUCT-WISE PERFORMANCE:

On the basis of the principles for determination of segments given in Indian Accounting Standard 108 "Operating Segments" and in the opinion of management, the Company is primarily engaged in the business of manufacturing of Pigment Green -7. Accordingly segment wise disclosure of performance is not applicable to the Company.

4. BUSINESS OUTLOOK:

Colour Index Name	Pigment Green 7
Colour Index	74260
CAS Number	1328-53-6
Chemical Family	Polychlorinated Phthalocyanine
Synonyms	Phthalocyanine Green, Phtalo Green, Copper Phthalocyanine Green
Chemical Formula	C ₃₂ H ₂ N ₈ Cu Cl ₁₄ The number of chlorine atoms per molecule may vary form 14 to 16
Molecular Weight	1058 - 1127

The turnover of the company has been increased as compare to the previous financial year and it further expects growth of the company in future. The constant efforts of the Company and Research and Developments will lead the Company to the higher level.

5. RISK & CONCERN:

The building, plant and machinery, vehicle and stocks of the company are adequately insured.

6. INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY:

Considering the size of the company, your company has adequate system of internal control to provide reasonable assurance that assets are safeguarded and protected from unauthorized use or deposition.

7. FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE:

Total turnover for the year ended 31st March, 2022 was Rs. 1642.86 lakhs. This performance of the Company was mainly on account of improvement in manufacturing techniques and sales promotion drive. Better working capital management was also one of the emphasis on which proper weightage was laid upon.

8. HUMAN RESOURCE DEVELOPMENT:

Your Company treats its "Human Resources" as one of its most significant assets. The Company continues its focus on retention through employee engagement initiatives and provides a holistic environment where employees get opportunities to realize their potential. A number of programs that provide focused people attention are currently underway. Your

PRATIKSHA CHEMICALS LIMITED

..... ANNUAL REPORT 2021-22

Company thrust is on the promotion of talent internally through job rotation and job enlargement. The Company's Health and Safety Policy commits to provide a healthy and safe work environment to all employees.

9. DETAILS OF SIGNIFICANT CHANGES (I.E. CHANGE OF 25% OR MORE AS COMPARED TO THE IMMEDIATELY PREVIOUS FINANCIAL YEAR) IN KEY FINANCIAL RATIOS, ALONG WITH DETAILED EXPLANATIONS THEREFOR, INCLUDING:

Ratio	2021-22	2020-21
Debtors Turnover	5.32 times	3.65 times
Inventory Turnover	11.57 times	10.77 times
Interest Coverage Ratio	248.72 times	10.93 times
Current Ratio	1.49	1.42
Debt Equity Ratio	0.20	0.09
Operating Profit Margin (%)	0.03%	4.07%
Net Profit Margin (%)	0.03%	4.11%

10. DETAILS OF ANY CHANGE IN RETURN ON NET WORTH AS COMPARED TO THE IMMEDIATELY PREVIOUS FINANCIAL YEAR ALONG WITH A DETAILED EXPLANATION THEREOF:

Net worth of the company as on 31.03.2022 was Rs. 348.96 lacs whereas on 31.03.2021 figure was Rs. 324.58 lacs. Increase in net worth is mainly due to profit recorded in profit and loss account.

11. BUSINESS ENVIRONMENT:

We are also fully committed towards care of Environment. We strongly believe in Greener Environment and understand that it is our social responsibility. As a part of our belief we pledge to establish full fledge Effluent Treatment Plant in all units and they operate under stringent Environmental criteria laid down by various Pollution Control Authorities.

12. DISCLOSURE OF ACCOUNTING TREATMENT:

The company has followed accounting treatment as prescribed in Indian Accounting Standard applicable to the company.

13. CAUTIONARY STATEMENT:

Statements in this report on management Discussion and analysis may be forward looking statements within the meaning of applicable security laws or regulations. These statements are based on certain assumptions and expectations of future events. Actual results could however, differ materially from those expressed or implied. Important factors that could

PRATIKSHA CHEMICALS LIMITED

..... ANNUAL REPORT 2021-22

make a different to the Company's operations include global and domestic demand supply conditions, finished goods prices, raw material cost and availability and changes in government regulation and tax structure, economic development within India and the countries with which the company has business contacts and other factors such as litigation and industrial relations.

The Company assumes no responsibilities in respect of forward looking statements which may be amended or modified in future on the basis of subsequent developments, information of event.

**PLACE: AHMEDABAD
DATE: 30/08/2022**

**BY THE ORDER OF THE BOARD OF DIRECTORS
FOR, PRATIKSHA CHEMICALS LIMITED**

_____sd/-_____
**MR. JAYESH PATEL
DIRECTOR & CFO
(DIN:00401109)**

PRATIKSHA CHEMICALS LIMITED

.....ANNUAL REPORT 2021-22

CEO / CFO CERTIFICATION

To,
The Board of Directors,
PRATIKSHA CHEMICALS LIMITED

I, **MR. JAYESH PATEL**, Director & CFO of M/S. **PRATIKSHA CHEMICALS LIMITED**, to the best of my knowledge and belief certify that:

1. I have reviewed the financial statements for the financial year ended on 31st March, 2022 and that to the best of my knowledge and belief:
 - a. These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading.
 - b. These statements give a true and fair view of the state of affairs of the company and of the results of operations and cash flows. The financial statements have been prepared in conformity, in all material respects, with the existing Accounting Standards, applicable laws and regulations.
2. I further state that to the best of our knowledge and belief, there are no transactions entered into by the company during the year which are fraudulent, illegal or violative of the company's code of conduct.
3. I accept overall responsibility for the company's Internal Control System and financial reporting. This is monitored by the internal audit function, which encompasses the examination and evaluation of the adequacy and effectiveness. Internal audit works with all the levels of management and statutory auditors and reports significant issues to the Audit Committee of the Board. The auditors and audit committee are apprised of any corrective action taken with regard to significant deficiencies and material weakness.
4. I indicate to the auditors and to the audit committee:
 - a. Significant changes, if any, in internal control over financial reporting during the year.
 - b. Significant changes, if any, in accounting policies during the year;
 - c. Instances of significant fraud, if any, of which we have become aware of and which involve management or other employees who have significant role in the company's internal control system over financial reporting.

However, during the year there were no such changes or instances.

PLACE: AHMEDABAD
DATE: 27/08/2022

BY THE ORDER OF THE BOARD OF DIRECTORS,
FOR, PRATIKSHA CHEMICALS LIMITED

_____sd/-_____
MR. JAYESH PATEL
DIRECTOR & CFO
(DIN:00401109)

**CHANDABHOY & JASSOOBHOY
CHARTERED ACCOUNTANTS**

**605-606-607, SILVER OAKS,
NEAR MAHALAXMI CHAR RASTA,
PALDI,
AHMEDABAD 380 007
Telephone Nos. 26586063
26586069
Fax: (079) 26586063
E-mail: cnjabd@gmail.com**

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF PRATIKSHA CHEMICALS LIMITED

Report on the Audit of the Standalone Financial Statements

Qualified Opinion

We have audited the accompanying standalone financial statements of **PRATIKSHA CHEMICALS LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March 2022, the statement of Profit and Loss (including other comprehensive income), the 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, except for the possible effects of the matter described in the 'Basis for Qualified Opinion' section of our report, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015 as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, the profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date

Basis for Qualified Opinion

- i. The company is accounting for Gratuity and Leave encashment on cash basis. This is not in accordance with Ind AS – 1 on "Presentation of Financial Statement" and Ind AS – 19 on "Employee Benefits" prescribed by the Institute of Chartered Accountants of India and contrary to provision contained in Section 133 of The Companies Act, 2013. The extent of non-compliance in terms of value is not ascertainable.**
- ii. Ind AS - 2 for "Inventories" has not been followed. The measurement and valuation methods followed by the Company as regards to inventory are not in accordance with accepted methodology. We are not in a position to quantify the effect of this discrepancy on the profitability and Balance Sheet.**

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

Information Other than the Standalone Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Director's Report including Annexures to the Director's Report, but does not include the standalone financial statements and our auditor's report thereon.

Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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

Emphasis on matter

We draw attention to Note No. 25(5) to the standalone financial statements, as regarding management evaluation of COVID-19 impact on the future performance of the company.

Our opinion is not modified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone 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 the matters described below to be the key audit matter to be communicated in our report –

1. Key Audit Matter - Utilization of Indirect tax receivables

As at March 31, 2022, balances with revenue authorities amounting to Rs. 58.02 lakhs are pending for reconciliation with individual bifurcation under CGST, SGST and IGST.

Management's responsibility for the Standalone Financial Statements

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

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

Report on Other Legal and Regulatory Requirements

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

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

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid standalone financial statements **subject to the matters mentioned in the 'Basis for Qualified Opinion' para above**, 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, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 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) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact its financial position.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
 - iv. The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - v. The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

- vi. The company has declared and paid interim dividend during the year in compliance with section 123 of the Companies Act, 2013.

For Chandabhoy & Jassoobhoy

Place : Ahmedabad
Date : 25th May, 2022

Sd/-
Partner
Chartered Accountants
Membership No. 100932
Firm Regn. No. 101648W

UDIN: 22100932AQQYVR8997

“ANNEXURE A” REFERRED TO IN THE AUDITORS REPORT TO THE MEMBERS OF PRATIKSHA CHEMICALS LIMITED FOR THE YEAR ENDED 31ST MARCH, 2022

- i. **The Company has not maintained proper records showing full particulars including quantitative details and situation of Property, Plant and Equipment and intangible assets. The management has not certified the physical verification of Property, Plant and Equipment at reasonable intervals.** Since the records showing full particulars including quantitative details and situation of Property, Plant and Equipment and intangible assets are still under compilation, no comparison with the book records have been made. In the absence of such a comparison, opinion as to discrepancies, if any, cannot be given. As per the explanation and information given to us and on the basis of our examination of the records, the details on the title deeds of all immovable properties are as below.

Description of property	Gross carrying value	Held in name of	Whether director, promoter, or their relative or employee	Period held- indicate range, where appropriate	Reason for not being held in name of company
Land	15,30,268	Company	Not Applicable	Since 19-02-2005	Not Applicable

The Company has not revalued its Property, Plant and Equipment or intangible assets during the year. To the best of our knowledge, no proceedings have been initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made thereunder.

- ii. **As informed to us by the management, the inventory has not been physically verified during the year by the management. The procedures of physical verification of inventory followed by the management are not reasonable and inadequate in relation to the size of the Company and the nature of its business.** The Company has not been sanctioned any working capital limits in excess of Rs. 5 crores by any banks or financial institutions during any point of time of the year
- iii. The Company has not made investment, provided guarantee or security or granted any loans to companies, firms, Limited Liability Partnerships or other parties during the year.
- iv. In respect of loans, investments, guarantees and security, the provisions of section 185 and 186 of the Companies Act, 2013 have been complied with.
- v. The Company has not accepted any deposits within the meaning of section 73 to 76 or any other relevant provisions of the Companies Act, 2013.
- vi. The maintenance of cost records has not been specified by the Central Government under sub section (1) of section 148 of the Companies Act, 2013.
- vii. To the best of our knowledge and according to the information and explanations given to us, the Company has been regular in depositing the undisputed statutory dues consisting of

Goods and service tax, Provident fund, Employees' state insurance, income tax, sales tax, service tax, customs duty, excise duty, value added tax, cess and other statutory dues with the appropriate authorities. There are no dues in respect of income tax, sales tax, service tax, customs duty, excise duty or value added tax which have not been deposited on account of any dispute.

- viii. According to the information and explanations given by the management, no transactions not recorded in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961
- ix.
- (a) The Company has not defaulted in repayment of loans or borrowings or in interest to any lender.
 - (b) The Company has not been declared willful defaulter by any bank or financial institution or other lender.
 - (c) The Company has not taken any term loans during the year.
 - (d) In our opinion, funds raised on short term basis have not been utilised for long term purposes.
 - (e) The company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
 - (f) The company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.
- x. In our opinion, the money raised by way of initial public offer or further public offer (including debt instruments) and term loans were applied for the purpose for which those were raised. The Company has not made any preferential allotment or private placement of shares or convertible debentures during the year.
- xi. To the best of our knowledge and according to the information and explanations given to us:
- (a) no fraud by the Company or any fraud on the Company has been noticed or reported during the year.
 - (b) No report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government;
 - (c) No whistle-blower complaints had been received by the Company during the year.
- xii. The Company is not a Nidhi Company as defined in section 406 of the Companies Act, 2013.
- xiii. In our opinion, all transactions with the related parties are in compliance with sections 177 and 188 of the Companies Act, 2013 and the details have been disclosed in the Financial Statements etc. as required by the applicable accounting standards.

- xiv. (a) According to the information and explanations given by the management, the Company has an internal audit system commensurate with the size and nature of its business
- (b) the reports of the Internal Auditors for the period under audit were considered by us;
- xv. In case of non-cash transactions with directors or persons connected with him, if any, the provisions of section 192 of the Companies Act, 2013 have been complied with.
- xvi. (a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.
- (b) The Company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934,
- (c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India.
- (d) The Group does not have not more than one CIC as part of the Group.
- xvii. The company has not incurred any cash losses during the financial year and in the immediately preceding financial year
- xviii. There has been no resignation of the statutory auditors during the year.
- xix. On the information obtained from the management and audit procedures performed and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, profits earned during the current year as well as accumulated losses of the earlier years other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of audit report regarding that Company is capable of meeting its liabilities existing at the balance sheet date as and when they fall due within a period of one year from the balance sheet date.
- xx. The provision of Section 135 are not applicable on the company.
- xxi. The company is not required to prepare Consolidated financial statement and hence this clause is not applicable.

For Chandabhoy & Jassoobhoy

Place : Ahmedabad
Date : 25th May, 2022

UDIN: 22100932AQQYVR8997

**Sd/-
Partner
Chartered Accountants
Membership No. 100932
Firm Regn. No. 101648W**

“ANNEXURE B” REFERRED TO IN THE AUDITORS REPORT TO THE MEMBERS OF PRATIKSHA CHEMICALS LIMITED FOR THE YEAR ENDED 31ST MARCH, 2022

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 **PRATIKSHA CHEMICALS LIMITED** (“the Company”) as of 31st March, 2022 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

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

Auditors’ Responsibility

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

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

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

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of 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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Qualified Opinion

According to the information and explanation given to us and based on our audit, the following material weaknesses have been identified as at March 31, 2022 :

- a) The Company did not have appropriate internal financial control system for Valuation of Inventories (As disclosed in basis for qualified opinion in our independent audit report).**

A 'material weakness' is deficiency, or a combination of deficiencies, in internal financial control over financial reporting, such that there is a reasonable possibility that a material misstatement of the company's annual financial statement will not be prevented or detected on timely basis.

In our opinion, except for the effects/possible effects of the material weaknesses described above on the achievement of the objective of the control criteria, the Company has maintained, in all material respects, an adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

We have considered the material weaknesses identified and reported in determining the nature, timing, and extend of the audit tests applied in our audit of year ended March 31, 2022 financial statements of the Company, and these material weaknesses does not affect our opinion on the financial statements of the Company.

For Chandabhoy & Jassoobhoy

Place : Ahmedabad

Date : 25th May, 2022

UDIN: 22100932AQQYVR8997

Sd/-

Partner

Chartered Accountants

Membership No. 100932

Firm Regn. No. 101648W

Pratiksha Chemicals Limited
Balance Sheet as at 31st March 2022

(Rs. In lakhs)

Particulars	Note No.	As at 31st March 2022	As at 31st March 2021
ASSETS			
Non-Current Assets			
Property, Plant and Equipment	2	195.88	200.31
Capital Work-in-Progress		-	-
Investment Property		-	-
Goodwill		-	-
Other Intangible Assets		-	-
Intangible Assets under Development		-	-
Biological Assets Other Than bearer plants		-	-
Financial Assets			
Investments	3	0.03	0.03
Loans and Advances		-	-
Other Non-current Financial Assets	4	11.90	11.42
Deferred tax assets (net)		1.12	-
Other Non-current assets	5	58.02	24.49
		266.95	236.26
Current Assets			
Inventories	6	142.02	76.96
Financial Assets			
Investments		-	-
Trade Receivables	7	308.59	310.53
Cash and Cash Equivalent	8	4.28	1.11
Other balances with banks		-	-
Loans and Advances		-	-
Other Current Financial Assets	9	6.30	3.58
Current tax assets (net)		-	-
Other current assets		-	-
		461.19	392.18
TOTAL ASSETS		728.14	628.44
EQUITY AND LIABILITIES			
Equity			
Equity Share Capital	10	557.03	557.03
Other Equity	11	(208.07)	(232.46)
Equity attributable to Equity Holders of the Parent		348.96	324.58
Non-controlling interests		-	-
Total Equity		348.96	324.58
Non-Current liabilities			
Financial Liabilities			
Borrowings	12	69.14	27.32
Trade Payables		-	-
Other Non-current Financial Liabilities		-	-
Deferred Tax Liabilities(Net)		-	0.52
Provisions		-	-
Other Non-current Liabilities		-	-
		69.14	27.84
Current liabilities			
Financial Liabilities			
Borrowings	12	-	-
Trade Payables	13	290.74	263.46
Other Current Financial Liabilities		-	-
Other current liabilities	14	7.85	1.21
Provisions	15	3.76	3.47
Current tax liabilities (net)	16	7.69	7.88
		310.03	276.02
Total Liabilities		379.17	303.86
TOTAL EQUITY AND LIABILITIES		728.14	628.44
Significant Accounting Policies and key accounting estimates and judgements	1		
Additional notes	25		
<p>The accompanying notes are an integral part of the financial statements As per our report of evendate annexed</p>			
<p>For Chandabhoy & Jassoobhoy Chartered Accountants FRN: 101648W</p>		<p>For and on behalf of the board Pratiksha Chemicals Limited CIN : L24110GJ1991PLC015507</p>	
<p>Sd/- Nimai Shah Partner M.No.: 100932</p>		<p>Sd/- Upendra Adhvaryu Director DIN : 00483857 Sd/- Jigisha Kadia (CS) Company Secretary M No.: A52820</p>	
<p>Place: Ahmedabad Date: 25th May, 2022 UDIN: 22100932AQYVR8997</p>		<p>Place: Ahmedabad Date: 25th May, 2022 Place: Ahmedabad Date: 25th May, 2022</p>	

Pratiksha Chemicals Limited

Statement of Profit & Loss for the year ended on 31st March, 2022

(Rs. In lakhs)

Particulars	Note No.	Year ended 31st March 2022	Year ended 31st March 2021
I. Income			
Revenue from operations	17	1,642.86	1,134.95
Other income	18	8.34	1.16
		1,651.20	1,136.12
II. Expenses			
Cost of raw material Consumed	19	1,323.45	820.94
Changes in inventories of Finished goods & Work-in-progress	20	(55.50)	(1.14)
Employee benefits expense	21	130.58	122.19
Depreciation and amortisation expense	22	36.25	28.24
Finance costs	23	2.43	3.57
Other expenses	24	152.59	119.69
		1,589.81	1,093.48
III. Profit before exceptional items and tax (I - II)		61.39	42.64
IV. Exceptional items (net)		-	-
V. Profit before tax (III - IV)		61.39	42.64
VI. Tax expense			
- Current tax		10.80	5.25
- MAT credit entitlement		-	-
- Income tax expenses of ealier year		-	-
- Deferred tax (charged) / Benefit		(1.64)	(9.25)
		9.16	(4.00)
VII. Profit for the year (V - VI)		52.24	46.64
VIII. Other comprehensive income			
Items that will not be reclassified to profit or loss			
- Remeasurement gains/(losses) on defined benefit plan		-	-
Income tax effect on above		-	-
		-	-
IX. Total comprehensive income for the year (VII-VIII)		52.24	46.64

The accompanying notes are an integral part of the financial statements
As per our report of evendate annexed

For Chandabhoy & Jassoobhoy
Chartered Accountants
FRN: 101648W

For and on behalf of the board
Pratiksha Chemicals Limited
CIN : L24110GJ1991PLC015507

Sd/-
Nimai Shah
Partner
M.No.: 100932

Sd/-
Upendra Adhvaryu
Director
DIN : 00483857

Sd/-
Jayesh Patel
Director & CFO
DIN : 00401109

Sd/-
Jigisha Kadia (CS)
Company Secretary
M No.: A52820

Place: Ahmedabad
Date : 25th May, 2022
UDIN: 22100932AQYVR8997

Place: Ahmedabad
Date : 25th May, 2022

Place: Ahmedabad
Date: 25th May,2022

Pratiksha Chemicals Limited
Cashflow Statement for the year ended on 31st March, 2021

(Rs. In lakhs)

Particulars	Year ended 31 March 2021	Year ended 31 March 2020
A CASH FLOW FROM OPERATING ACTIVITIES :		
Profit before tax	61.39	42.64
Adjusted for :		
Taxes	-	
Depreciation	36.25	28.24
Finance costs	2.43	3.57
Operating Profit before Working Capital Changes	100.08	74.45
Adjustments for :		
Inventories	(65.06)	(1.43)
Trade receivables	1.93	0.84
Other current assets	(2.72)	15.44
Trade payables	27.28	(5.84)
Short term provisions	0.29	0.75
Other liabilities	6.45	(31.83)
Operating Profit after Working Capital Changes	68.25	73.29
Taxes paid	(10.80)	(5.25)
Net Cash outflow from Operating Activities	57.45	68.04
B CASH FLOW FROM INVESTING ACTIVITIES :		
Property, plant and equipment	(31.82)	(57.85)
Non-current investments	-	-
Other non-current assets	(34.00)	(14.07)
Net Cash (used in) Investing Activities	(65.82)	(71.92)
C CASH FLOW FROM FINANCING ACTIVITIES :		
Finance costs	(2.43)	(3.57)
Interim dividend paid	(27.85)	
Non-current borrowings	41.82	7.36
Net Cash (used in) Financing Activities	11.54	3.79
Net Increase in Cash and Cash Equivalents [A + B + C]	3.16	(0.08)
Opening Balance of Cash and Equivalents	1.11	1.20
Closing Balance of Cash and Cash Equivalents	4.28	1.11

The accompanying notes are an integral part of the financial statements
As per our report of evendate annexed

Notes:

1 The cash flow statement has been prepared under the indirect method as set out in Indian Accounting Standard (Ind AS 7) statement of cash flows.

Cash and cash equivalents comprises :	As at 31.03.2022	As at 31.03.2021
Balances in current account with banks	3.66	0.68
Cash on hand	0.62	0.44
Cash and cash equivalents in Cash Flow Statement	4.28	1.11

3 Ind AS 7 cash flow requires the entities to provide disclosures that enable users of financial statements to evaluate changes in liability arising from financing activities, including both changes arising from cash flows and non cash changes, suggesting inclusion of a reconciliation between the opening and closing balances in the balance sheet for liabilities arising from financing activities, to meet disclosure requirement.

Particulars	As at 31.03.2021	Cash flows/non cash changes	As at 31.03.2022
Borrowings - Non Current	27.32	41.82	69.14
Borrowings - Current	0.00	0.00	0.00

For Chandabhoy & Jassoobhoy
Chartered Accountants
FRN: 101648W

For and on behalf of the board
Pratiksha Chemicals Limited
CIN : L24110GJ1991PLC015507

Sd/-
Nimai Shah
Partner
M.No.: 100932

Sd/-
Upendra Adhvaryu
Director
DIN : 00483857

Sd/-
Jayesh Patel
Director & CFO
DIN : 00401109

Sd/-
Jigisha Kadia (CS)
Company Secretary
M No.: A52820

Place: Ahmedabad
Date : 25th May, 2022
UDIN: 22100932AQYVR8997

Place: Ahmedabad
Date : 25th May, 2022

Place: Ahmedabad
Date : 25th May, 2022

Pratiksha Chemicals Limited

Statement of changes in equity for the year ended 31st March 2022

A. Equity Share Capital

Equity shares of Rs. 10 each issued, subscribed and fully paid

For the year ended 31st March, 2022

(Rs. In lakhs)

	Changes in Equity Share Capital due to prior period errors	Restated balance at 1st April, 2021	Changes in equity share capital during the current year	Balance at 31st March, 2022
Balance at 1st April, 2021	557.03	-	557.03	-
	-	557.03	-	557.03

For the year ended 31st March, 2021

	Changes in Equity Share Capital due to prior period errors	Restated balance at 1st April, 2020	Changes in equity share capital during the current year	Balance at 31st March, 2021
Balance at 1st April, 2020	557.03	-	557.03	-
	-	557.03	-	557.03

B. Other equity

(Rs. In lakhs)

Particulars	Reserves and Surplus			OCI	
	Securities Premium	Retained Earnings	TOTAL	Other items of other comprehensive income	TOTAL
As at 31 March 2020	43.14	(322.24)	(279.10)	-	-
Profit for the year	-	46.64	46.64	-	-
Other comprehensive income	-	-	-	-	-
Total comprehensive income for the year	-	46.64	46.64	-	-
As at 31 March 2021	43.14	(275.60)	(232.46)	-	-
Profit for the year	-	52.24	52.24	-	-
Other comprehensive income	-	-	-	-	-
Total comprehensive income for the year	-	52.24	52.24	-	-
Less: Interim dividend paid during the year	-	(27.85)	(27.85)	-	-
As at 31 March 2022	43.14	(251.22)	(208.07)	-	-

The accompanying notes are an integral part of the financial statements
As per our report of event date annexed

For Chandabhoy & Jassoobhoy
Chartered Accountants
FRN: 101648W

For and on behalf of the board
Pratiksha Chemicals Limited
CIN : L24110GJ1991PLC015507

Sd/-
Nimai Shah
Partner
M.No.: 100932

Sd/-
Upendra Adhvaryu
Director
DIN - 00483857

Sd/-
Jayesh Patel
Director & CFO
DIN - 00401109

Sd/-
Jigisha Kadia (CS)
Company Secretary
M No.: A52820

Place: Ahmedabad
Date : 25th May, 2022
UDIN: 22100932AQYVVR8997

Place: Ahmedabad
Date : 25th May, 2022

Place: Ahmedabad
Date : 25th May, 2022

Pratiksha Chemicals Limited

Notes to financial statements for the year ended on 31st March, 2022

(Rs. In lakhs)

Note 2: Property, Plant and Equipment						
Gross Carrying Value	Land	Building	Plant and Equipment	Vehicles	Office equipment & furnitures	Total
At 31st March 2020	15.30	137.79	742.18	28.73	7.97	931.97
Additions	-	-	57.85	-	-	57.85
Disposal	-	-	-	-	-	-
At 31st March 2021	15.30	137.79	800.03	28.73	7.97	989.82
Additions	-	-	31.75	-	0.07	31.82
Disposal	-	-	-	-	-	-
At 31st March 2022	15.30	137.79	831.78	28.73	8.04	1,021.64
Depreciation and Amortisation						
	Land	Building	Plant and Equipment	Vehicles	Office equipment & furnitures	Total
At 31st March 2020	-	114.65	622.33	16.77	7.53	761.27
Additions	-	7.34	17.78	2.92	0.20	28.24
Disposal	-	-	-	-	-	-
At 31st March 2021	-	121.98	640.11	19.69	7.73	789.51
Additions	-	1.50	31.80	2.82	0.13	36.25
Disposal	-	-	-	-	-	-
At 31st March 2022	-	123.48	671.91	22.51	7.85	825.76
Net Carrying Value						
At 31st March 2022	15.30	14.31	159.87	6.21	0.19	195.88
At 31st March 2021	15.30	15.81	159.92	9.04	0.24	200.31
At 31st March 2020	15.30	23.15	119.86	11.95	0.44	170.70
Note 3: Non-current Financial Assets						
	As at 31st March 2022		As at 31st March 2021			
Investments						
Unquoted Shares of Co-Op Bank						
Ahmebabad Co-Op Bank Limited	0.00				0.00	
The Union Co-Op Bank Limited	0.03				0.03	
Total Investment	0.03				0.03	
Current	-				-	
Non-Current	0.03				0.03	
Aggregate Value of Unquoted Investments	0.03				0.03	
Note 4: Other Financial Assets						
	As at 31st March 2022		As at 31st March 2021			
Interest receivable	0.52				0.27	
Other Deposits	6.59				6.59	
G.P.C.B. F.D.R.	4.79				4.56	
	11.90				11.42	
Note 5: Other non-current assets						
	As at 31st March 2022		As at 31st March 2021			
Balance With Revenue Authority	58.02				24.49	
GST receivable	58.02				24.49	
Note 6: Inventories						
	As at 31st March 2022		As at 31st March 2021			
Consumables						
- Fuel	1.20				1.57	
- Packing Material	1.92				1.37	
- Raw material	51.98				42.61	
Work in Progress						
- Work in Progress	86.92				31.42	
Finished goods						
- Finished goods	-				-	
	142.02				76.96	
Note 7: Trade Receivables						
	As at 31st March 2022		As at 31st March 2021			
Trade Receivables						
- Unsecured Considered Good						
Less than six months from the due date	308.59				310.53	
Others	-				-	
- Others Receivables	-				-	
	308.59				310.53	
Less: Allowances for unsecured doubtful debts	-				-	
	308.59				310.53	
Note 8: Cash and Cash Equivalents						
	As at 31st March 2022		As at 31st March 2021			
Balance with Banks:						
-On Current Account	-				0.68	
-On Unpaid Dividend Account	3.66				-	
Cash on Hand	0.62				0.44	
	4.28				1.11	
Note 13: Other current Financial Assets						
	As at 31st March 2022		As at 31st March 2021			
TDS Receivable	0.63				0.02	
TCS Receivable	0.08				0.26	
Pre -payments	1.62				1.48	
Advances receivebale in cash or in kind						
Loan to employees	2.54				1.24	
Advance from suppliers	1.42				0.58	
	6.30				3.58	

Pratiksha Chemicals Limited				
Notes on Financial Statements for the year ended on March 31, 2022				
(Rs. In lakhs)				
Note: 10: Equity Share Capital				
Authorised Share Capital		No.	Amount	
At 31st March 2020		7,500,000	750.00	
Increase/(decrease) during the year		-	-	
At 31st March 2021		7,500,000	750.00	
Increase/(decrease) during the year		-	-	
At 31st March 2022		7,500,000	750.00	
Equity shares of INR 10 each issued, subscribed and fully paid		No.	Amount	
At 31st March 2020		5,570,340	557.03	
Increase/(decrease) during the year		-	-	
At 31st March 2021		5,570,340	557.03	
Increase/(decrease) during the year		-	-	
At 31st March 2022		5,570,340	557.03	
10.1 The details of Shareholders holding more than 5% shares:				
Name of the Shareholder	As at		As at	
	31st March 2022		31st March 2021	
	No. of Shares	% held	No. of Shares	% held
Shri Harshad K Patel	689,232	12.37	689,232	12.37
Shri Harish K Bhatt	795,890	14.29	795,890	14.29
Jayesh Patel	406,090	7.29	406,090	7.29
Kantilal Patel	328,900	5.90	328,900	5.90
Jayambe Distributors Private Limited	312,700	5.61	312,700	5.61
	2,532,812	45.47	2,532,812	45.47
10.2 Shareholdings of promoters				
The details of the shares held by promoters as at March 31, 2022 are as follows :				
Promoter name	No. of Shares	% of total shares	% change during the year	
HARISH K. BHATT	795,890	14.29	0.00	
HARSHADBHAI K PATEL	689,232	12.37	0.00	
JAYESH PATEL	406,090	7.29	0.00	
KANTILAL PATEL	328,900	5.90	0.00	
HARSHAD KANTILAL PATEL HUF	165,000	2.96	0.00	
RATNA HARSHAD PATEL	68,610	1.23	0.00	
CHANDRAPRABHA K. BHATT	49,200	0.88	0.00	
SURBHI HARISHBHAI BHATT	38,298	0.69	0.00	
PURNIMA ADHVARYU	19,900	0.36	0.00	
MUKESH CHINUBHAI SHAH	20	0.00	0.00	
10.3 "The Company has only one class of shares i.e. Equity shares having face Value of Rs. 10/- each. Each holder of equity shares is entitled to one vote per share."				
Note: 11 : Other Equity				As at
				31st March 2022
				As at
				31st March 2021
Retained Earnings				
As per last Balance sheet			(275.60)	(322.24)
Profit/(loss) during the year			52.24	46.64
Less: Interim dividend paid			(27.85)	-
Retained Earnings			(251.22)	(275.60)
Securities Premium			43.14	43.14
Balance at the end of the year			(208.07)	(232.46)
Note 12: Borrowings				As at
				31st March 2022
				As at
				31st March 2021
Bank Overdraft (Secured)			69.14	27.32
			69.14	27.32
Current			-	-
Non-Current			69.14	27.32
			69.14	27.32
Bank overdraft is considered as non-current liability since it is not expected to settled within next 12 months of the reporting date.				
Note 13: Trade Payables				As at
				31st March 2022
				As at
				31st March 2021
Trade Payables			290.74	263.46
			290.74	263.46
Disclosure as required by MSMED Act is not provided as required data is not available from the vendors.				
Note 14: Other current liabilities				As at
				31st March 2022
				As at
				31st March 2021
Unclaimed Dividend			3.67	-
Statutory liabilities			0.54	1.21
Other current liabilities			3.64	-
			7.85	1.21
Statutory Liabilities represent amount payable towards GST, TDS, Professional Tax etc.				
Note 15: Provisions				As at
				31st March 2022
				As at
				31st March 2021
Provision for employees - PF and ESI			0.58	0.58
Other Provisions			3.17	2.89
			3.76	3.47
Note 16: Current Tax Liabilities (net)				As at
				31st March 2022
				As at
				31st March 2021
Provision for income tax (net)			7.69	7.88
			7.69	7.88

Pratiksha Chemicals Limited

Notes to financial statements for the year ended on 31st March, 2022

(Rs. In lakhs)

17 Revenue from operations	Year ended 31st March 2022	Year ended 31st March 2021
Domestic sales	1,642.86	1,121.30
Export Sales	-	13.65
Total	1642.86	1,134.95
18 Other income	Year ended 31st March 2022	Year ended 31st March 2021
(a) Interest Income		
FD interest	0.51	0.59
(b) Other Income		
VAT refund received	5.07	-
DEPB license sale	1.53	-
Insurance Claim received	0.53	-
Excess Provision written back	0.71	-
Foreign Exchange Fluctuation	-	0.19
Discount Received	-	0.18
Miscellaneous income (net)	-	0.20
Total	8.34	1.16
19 Cost of Raw Material Consumed	Year ended 31st March 2022	Year ended 31st March 2021
Opening stock	45.54	45.25
Purchases	1,333.01	821.23
Less		
Closing stock	(55.10)	(45.54)
Total	1323.45	820.94
20 Changes in inventories of Finished goods, Work-in-progress & Stock in trade	Year ended 31st March 2022	Year ended 31st March 2021
Opening Stock		
- Finished Goods	-	-
- WIP	31.42	30.28
Less: Closing stocks		
- Finished Goods	-	-
- WIP	(86.92)	(31.42)
Total	(55.50)	(1.14)
21 Employee benefit expenses	Year ended 31st March 2022	Year ended 31st March 2021
Labour expenses	71.32	70.60
Salary expenses	17.33	14.77
Gratuity expenses	-	0.39
Bonus and contribution to funds	10.54	8.30
Staff welfare expenses	3.20	2.73
Director's remuneration	28.20	25.40
Total	130.58	122.19

Pratiksha Chemicals Limited

Notes to financial statements for the year ended on 31st March, 2022

(Rs. In lakhs)

22 Depreciation and amortisation expense	Year ended 31st March 2022	Year ended 31st March 2021
Depreciation on property, plant and equipments	36.25	28.24
Total	36.25	28.24
23 Finance costs	Year ended 31st March 2022	Year ended 31st March 2021
Bank Interest	0.26	1.39
Interest to others	0.07	0.04
Processing and other charges	2.10	2.14
Total	2.43	3.57
24 Other expenses	Year ended 31st March 2022	Year ended 31st March 2021
MANUFACTURING EXPENSES		
Electricity expenses	53.73	43.00
Transportation charges	40.61	21.46
Factory expenses	4.86	4.03
Factory overtime expenses	3.40	2.82
Annual custody fees	0.40	0.23
Other expenses	1.48	1.57
ADMINISTRATIVE EXPENSES		
Advertisement exp.	0.01	-
Insurance premia	2.24	1.98
Auditor's remuneration	0.70	1.00
Commission expenses	-	0.28
Legal and professional fees	5.60	5.51
Office rent expenses	2.40	2.40
Pollution control and environmental charges	19.62	8.83
Repair and maintenance expenses	7.86	17.30
Listing and other fees	3.13	3.43
Stationary and printing expenses	1.06	1.03
Internet and Communication charges	0.60	0.85
Vehicle expenses	1.71	2.64
Other expenses	3.17	1.34
Total	152.59	119.69

Pratiksha Chemicals Limited

CIN: L24110GJ1991PLC015507

Notes to Financial Statements for The Year Ended March 31, 2022

NOTE: 25 ADDITIONAL NOTES:

1. Balances of Unsecured Loans, Other Liabilities, Creditors, Debtors, Loans and Advances are subject to confirmation by the parties concerned and reconciliation thereof in subsequent years.

2. RELATED PARTY DISCLOSURES:

(a) List of related parties with whom transactions have taken place during the year:

Sr. No.	Name of related party	Relationship
1	Jayesh K. Patel	Key Management Personnel
2	Harish K. Bhatt	
3	Asthu H. Patel	Relatives of key Management personnel
4	Dwijen H. Bhatt	
5	Ratnakalaben H Patel	
6	Surbhiben H Bhatt	
7	Harshad K Patel	
8	Harshad K Patel HUF	
9	Harish K Bhatt HUF	
10	Dhara Organisers Pvt. Ltd.	Concerns in which directors are interested
11	J. K. Patel & Co.	

b) TRANSACTIONS WITH RELATED PARTIES

		Rs. In lakhs	
Sr. No.	Nature of transaction	2021-22	2020-21
(i)	Unsecured Loans		
	- Key Management Personnel and Relatives		
	- Repayment	-	-
	- Received	-	-
	- Concern in which Directors are interested		
	- Repayment	-	-
	- Received	-	-

Pratiksha Chemicals Limited

CIN: L24110GJ1991PLC015507

Notes to Financial Statements for The Year Ended March 31, 2022

(ii)	Managerial Remuneration - Jayesh K Patel - Harish K Bhatt	19.80 8.40	18.20 7.20
(iii)	Salary expense -Harshad K Patel	8.40	7.20
(iv)	Office Rent - Harish K Bhatt HUF - Surbhiben H Bhatt -Ratnakalaben H Patel - Harshad K Patel HUF	0.60 0.60 0.60 0	0.60 0.60 0.60 0.60
(iv)	Outstanding Balances: Unsecured Loan Payable by company - Concerns in which Directors are interested - Key Management Personnel and Relatives Managerial Remuneration - Jayesh K Patel - Harish K Bhatt Salary Expenses - Harshad K Patel	- - - - - - -	- - - - - - -

3. PARTICULARS OF EARNING PER SHARE:

Particulars	Rs. In lakhs	
	2021-22	2020-21
Net Profit/(Loss) for the year	52.24	46.64
Number of equity shares	55.70	55.70
Nominal value of the share	10	10
Basic EPS	0.94	0.84
Diluted EPS	0.94	0.84

4. AUDITORS' REMUNERATION IS MADE UP OF: – (EXCLUDING GST)

Particulars	Rs. In lakhs	
	2021-22	2020-21
For Statutory Audit	0.70	1.00
Total	0.70	1.00

Pratiksha Chemicals Limited

CIN: L24110GJ1991PLC015507

Notes to Financial Statements for The Year Ended March 31, 2022

5. The Company has evaluated the impact of COVID-19 on its financial statements based on the internal and external information up to the date of approval of these financial statements and expect to recover the carrying amount of inventories, receivables and investments. The Company does not foresee any material impact on liquidity and assumption of going concern. Till the time business operations at customers' end get fully functional and supplies chain with vendors totally restored, business operations of the Company will remain at sub-optimal level. The Company will continue to monitor the future market conditions and update its assessment.
6. Disclosure under the Micro, Small and Medium Enterprises Development Act, 2006 are provided as under to the extent the company has received intimation from the "Suppliers" regarding their status under the Act

(Amount in Rs. lakhs)			
Sr No	Particulars	As at 31.03.2022	As at 31.03.2021
(a)	Principal amount and the interest due thereon remaining unpaid to each supplier at the end of each accounting Year		
>	Principal amount due to micro and small enterprise	0.70	1.00
>	Interest due on above	Nil	Nil
(b)	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 Year	Nil	Nil
(c)	Interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding interest specified under the Micro, Small and Medium Enterprises Act, 2006	Nil	Nil
(d)	The amount of interest accrued and remaining unpaid at the end of each accounting year	Nil	Nil
(e)	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, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprise Development Act, 2006	Nil	Nil

Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management.

Pratiksha Chemicals Limited

CIN: L24110GJ1991PLC015507

Notes to Financial Statements for The Year Ended March 31, 2022

This has been relied upon by the auditors.

7. Previous year's figures have been recast/restated where necessary.
8. All the title deeds of Immovable Properties held in the name of the Company.
9. Company has ongoing working capital limit from Bank of Baroda Limited and having credit balance of Rs. 69,14,411/- as on 31st March, 2022. Such loan has been provided on the basis of security of Sundry Debtors and Inventory. Company is regularly submitting the Quarterly and monthly stock statements and Sundry debtors details to the bank. Such records submitted to the banks are in agreement with the books of accounts.

10. Analytical Ratios

Particulars	Current year (FY 2021-22)			Previous year (FY 2020-21)			Change In The Ratio By More Than 25% As Compared To The Preceding Year
	Ratio	Items included in numerator	Items included in denominator	Ratio	Items included in numerator	Items included in denominator	
(A) Current Ratio	1.49	461.19	310.03	1.42	392.18	276.02	Changes in ratios during the year compared to previous year does not have any material effects.
(B) Debt-Equity Ratio	0.20	69.14	348.96	0.08	27.32	324.58	
(C) Debt Service Coverage Ratio	248.72	63.82	0.26	33.21	46.21	1.39	
(D) Return on Equity Ratio	0.15	52.24	348.96	0.14	46.64	324.58	
(E) Inventory Turnover Ratio	11.57	1642.86	142.02	14.75	1134.95	76.96	
(F) Trade Receivables Turnover Ratio	5.32	1642.86	308.59	3.65	1134.95	310.53	
(G) Trade Payables Turnover Ratio	4.55	1323.45	290.74	3.12	820.94	263.46	
(H) Net Capital Turnover Ratio	10.87	1642.86	151.16	9.77	1134.95	116.16	
(I) Net Profit Ratio	0.03	52.24	1642.86	0.04	46.64	1134.95	
(J) Return on Capital Employed	0.15	63.82	416.98	0.13	46.21	352.42	
(K) Return on Investment	NA	NA	NA	NA	NA	NA	

Pratiksha Chemicals Limited

CIN: L24110GJ1991PLC015507

Notes to Financial Statements for The Year Ended March 31, 2022

11. Trade Receivables Ageing schedule

As at 31st March 2022

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 Months	6 months – 1 year	1-2 years	2-3 years	More than 3 years	
I) Undisputed – considered good	301.49				7.10	308.59
II) Undisputed – considered doubtful						
III) Disputed – considered good						
IV) Disputed – considered doubtful						

As at 31st March 2021

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 Months	6 months – 1 year	1-2 years	2-3 years	More than 3 years	
I) Undisputed – considered good	303.42				7.10	310.52
II) Undisputed – considered doubtful						
III) Disputed – considered good						
IV) Disputed – considered doubtful						

12. Trade Payables Ageing schedule

As at 31st March 2022

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
I) Undisputed – considered good	271.49			15.06	286.55
II) Undisputed – considered doubtful					
III) Disputed – considered good					
IV) Disputed – considered doubtful					

As at 31st March 2021

Pratiksha Chemicals Limited

CIN: L24110GJ1991PLC015507

Notes to Financial Statements for The Year Ended March 31, 2022

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
I) Undisputed – considered good	242.88			15.06	257.94
II) Undisputed – considered doubtful					
III) Disputed – considered good					
IV) Disputed – considered doubtful					

13. Corporate Social Responsibility provisions as per Section 135 of Companies Act 2013 are not applicable to the company.

14. Dividend:

(Amount Rs. In lakhs)

Dividend on equity shares paid during the year	FY 2021-22	FY 2020-21
Interim Dividend paid during the year 2021-22 at Rs 0.50 per equity share of Rs 10 each	27.85	0
Dividend distribution tax on final dividend	0	0

As per our attached report of even date

Chandabhoy & Jassoobhoy
Chartered Accountants
FRN : 101648W

For and on behalf of the Board
Pratiksha Chemicals Limited
CIN : L24110GJ1991PLC015507

Sd/-
Nimai Shah
Partner
M.No.:100932

Sd/-
Upendra Adhvaryu
Director
DIN - 00483857

Sd/-
Jayesh Patel
Director
DIN-00401109

Place: Ahmedabad
Date: 25th May, 2022
UDIN: 22100932AQQYVR8997

Sd/-
Jigisha Kadia (CS)
Company Secretary
M No.: A52820

Place: Ahmedabad
Date: 25th May, 2022