

ANNUAL REPORT

2021-2022

**EMBRACING OPPORTUNITIES
EXPLORING POSSIBILITIES**



Aurangabad Distillery Limited

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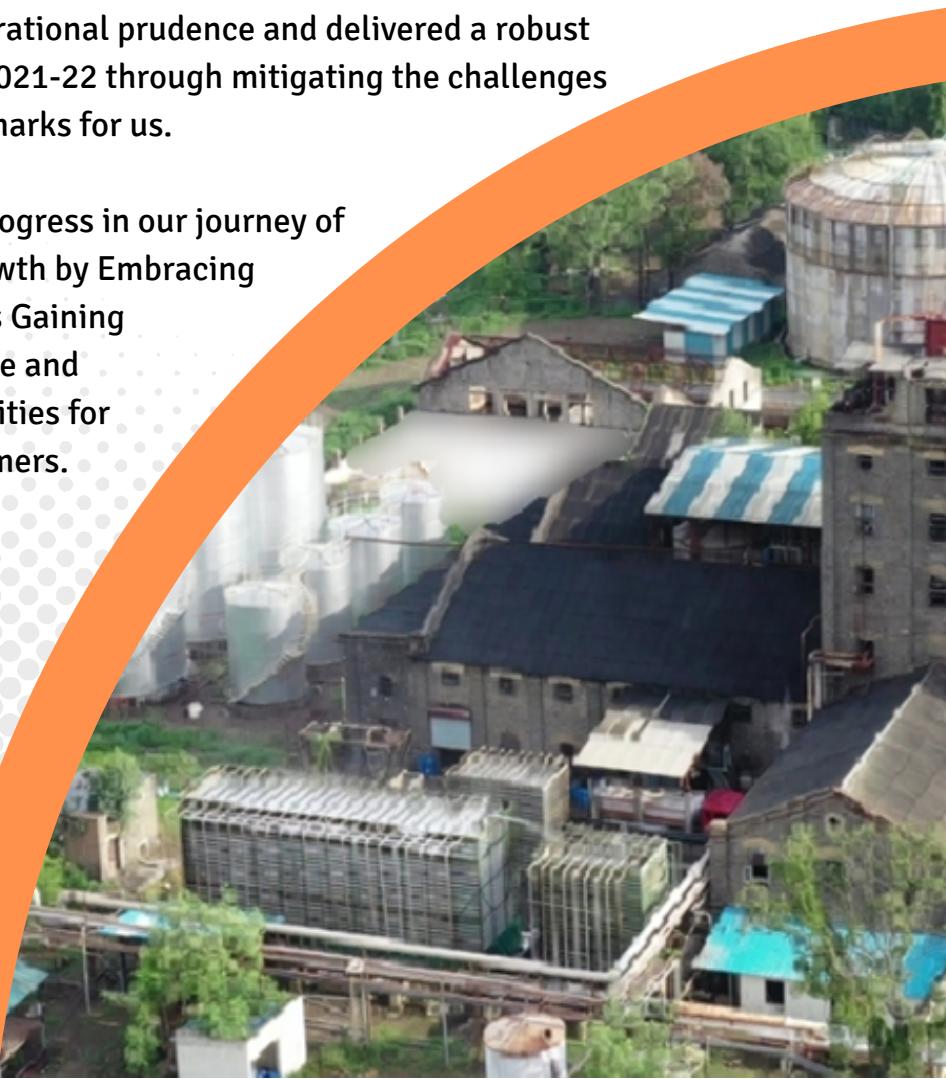
Embracing Opportunities Exploring Possibilities :

At Aurangabad Distillery we continue to take tall strides in our journey towards sustainable and responsible growth.

Embracing Opportunities and Exploring Possibilities are not just words but a deep organisational culture that has enabled us to create a business model based on a solid foundation by which we bring value to our customer, stakeholders and the society at large.

As a result of our continuous focus on our core values we were able to demonstrate our operational prudence and delivered a robust performance in Fiscal 2021-22 through mitigating the challenges and setting new benchmarks for us.

We continue to make progress in our journey of transformation and growth by Embracing identified Opportunities Gaining strength from our people and Exploring more Possibilities for bringing value to customers.





About Us

We are one of the leading manufacturers of non-potable alcohol. Our molasses based distillery with a capacity of 180 lk ltrs is situated at Walchandnagar , Maharashtra , with total area of approx. 40 Acre Our distillery is equipped with latest equipments and technology to manufacture high quality spirits. We have been continuously expanding our capacities and capabilities to keep up with the evolving trends.

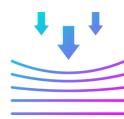
Our Product Portfolio Includes

- Rectified Spirit
- Neutral Alcohol
- Denatured Spirit
- Potash
- Bio Potash
- De Potash Vinasse

Growth Levers

Foraying into value added product Ethanol (vertical integration of ENA): The company has set up an Ethanol plant, in line with government's aggressive ethanol blending program. This will also provide twin revenue engines whereby company can move from one product to another based on the prevailing profitability and demand scenario.

Company has an EC of additional 90lk liters of alcohol production (Current capacity of 180lk ltrs): Company have received additional environmental clearance of 90 Lk liters, taking the production capacity to 270 Lk Liters per year, which will further enhance scale of operations.



OUR RESILIENCE

In order to strengthen our business operation and continue to invest in technology, our Company has shifted from manual distillation to automated distillation in the year 2015-16.

We have captive power supply from in plant windmill with 1MW capacity

Gradually shifted towards more resilient non potable alcohol



OUR VISION

Dedicated to consistently delight our customers with high quality spirits, Aurangabad Distillery Limited core values of purity, quality and affordability have propelled us to be one of the most celebrated Spirits Company in India. We unwaveringly toil to exceed ourselves in the industry and in the hearts of our consumers by becoming an environmentally sustainable distillery through zero carbon footprint.

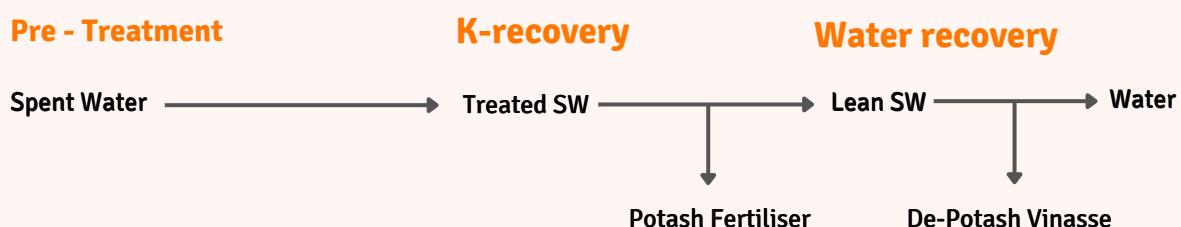


OUR VALUES

To consistently deliver products of the highest purity, quality and affordability; to provide a culture for growth and opportunities to all employees; to create wealth for our shareholders; to keep our environment green and healthy by reducing carbon footprint.



Turning Problem into Opportunity: To drive Growth and Profitability



Key Bottlenecks

Spent wash is a waste generated while producing ENA, which is slightly viscous liquid with an unpleasant odour and high pollutant loading. Therefore disposal of Spent wash is a key bottleneck for growth in distillery business. But the same spent wash contains appreciable amounts of potassium – an important agri-nutrient which was being wasted as an effluent.

The other bottleneck is high requirement of water in the manufacturing process. Water being a limited natural resource, has restrictive consumption norms.

Benefit of SWM technology

Increase in scale of company's core product: With removal of bottlenecks, company will be able to smoothly grow its distillery operations.

Additional revenue from sale of value added by products: The waste generated from the distillery operations gets converted into fertilizers and cattle feed which are high demand products in the market.

Environment sustainability: With extraction and re-use of water from spent wash, company will be free from a critical growth constrain.

ADL Pioneer in implementation of SWM technology

(Designed by Chem Process Systems Private Ltd.)

Auranagabd Distillery Ltd being one of the pioneers in adapting the latest technology became the 1st commercial unit in India to adapt Spent Wash Management (SWM) technology in 2019. After 3 years of continued hard work, this technology is now proven to be commercially viable in plant environment and will help company grow sustainably.

SWM technology was developed by M/s Chem Process Systems Private Ltd. and it also complies with the 'Zero Liquid Discharge' norm. Scientist Dr. Malti who has been the key force behind the development of this technology received award from the Honorable President of India Shri Ramnath Kovind

Product Portfolio

Product details

Rectified Spirit:

Applications – Pharma Industry and Industrial Solvent.

Rectified spirit is highly concentrated ethanol purified by means of repeated distillation. It contains 95% alcohol by volume. Rectified Spirit Alcohol is used in mixed drinks, in the production of liquors, for medicinal purposes and for chemical industry as solvent. Rectified Spirit is produced from molasses using yeast in fermentation tanks.

Denatured Spirit:

Applications - Chemical Industry

Denatured Spirit is produced by mixing spirits with denaturants in order to render them potable, generally for use in various industrial applications. Denatured Spirit usually is colorless in appearance. Denatured spirit serves as a cleaning agent, fuel additive, sanding aid, and exterminator and as a solvent.

Neutral Alcohol:

Applications - Cosmetics and Aromatic Industry

(NA) - is a colorless alcohol with neutral smell and taste. It is distilled from sugarcane molasses. Neutral Alcohol that is produced by redistillation of rectified spirit, which helps in removing low volatile impurities and high volatile impurities present in it.

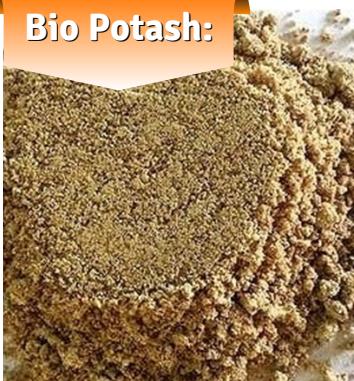
Potash:



Applications – Fertilizer

Potash contains soluble potassium, making it an excellent addition to agricultural fertilizer. It ensures proper maturation in a plant by improving overall health, root strength, disease resistance, and yield rates. In addition, potash creates a better final product, improving the color, texture, and taste of food.

Bio Potash:



Applications – Fertilizer

Bio Potash enhances the potash uptake in plants leading to higher productivity. Improve the fertilization of soil. Solubilise the fixed potassium in to exchangeable form for the plants. Stimulates flowering and fruiting. Exudates of the root and secrete organic acid and enzymes.

De Potash Vinnase:



Applications - Animal Feed and Soil Nutrients.

De potash vinas is used in animal feed product and soil nutrients. It is used as an additive which has resulted in better feed conversion and increased body weight and growth in rabbits, sheep and other large ruminants. Hence, De potash vinas can be used up to 10% in ruminant diet for better performance with least cost.



Aurangabad Distillery Limited

Our Plant

Plant details

Fermentation Tanks:



Turbine Section: One M W



DM/Softner Plant



Potash Recovery Plant



Bio Digester

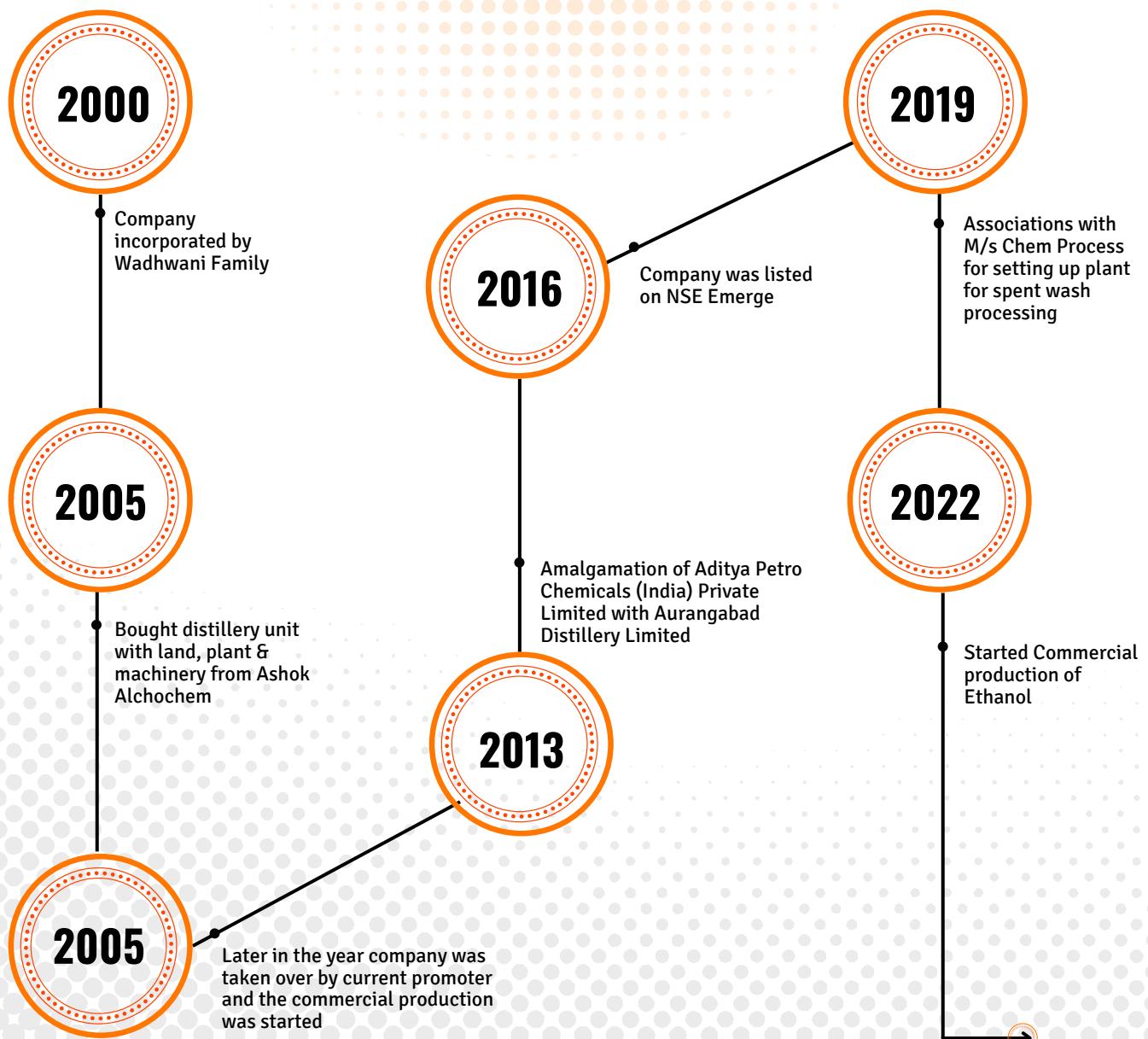


Potash Plant -MVR Section





Milestone moments in our Journey



Chairman Message



“

Dear friends and fellow shareholders

It is my pleasure to address you all and update about the exciting phase of growth that the Company has embarked upon during the last fiscal year. In the year gone by Indian economy registered a solid GDP growth of 8.7% Proactive policy interventions along with successful vaccination and improved consumer confidence have propelled economic growth. We believe India is expected to continue to build on the strong momentum and achieve growth rates in line with higher private consumption and the implementation of recent structural changes.



In the financial year gone by we were able to set new benchmarks and reported highest ever operating revenue and net profit in the company history in spite of pandemic and inflationary related challenges. Revenue for the year stood at Rs. 101.01 crs as compared to Rs.68.22 crs, marking a growth of 48.5%. PAT increased to Rs. 8.98 crs from Rs. 3.07 crs in FY 2020-21.

Since our inception, we have continued to grow and evolve, creating value by building a competitive business and delivering increased shareholder value. Today, we are one of the leading and formidable players in the non-potable alcohol given our established track record and balance sheet strength. Our continued investments in our people, capacities, technology, and infrastructure continue to ensure sustained growth for our business.

One of the critical problems in distillery operation is disposal of its By product spent wash which has high nutrients value but wasted as an effluent. Our strategic initiative in adaptation of latest technology to convert spent wash (a wastage product in production of ENA) into fertilizers and cattle feed has now turned commercially viable. Another major bottleneck with regard to high water usage in distillery operation is also solved with the help of this new technology as it enables almost entire water extraction for reuse.

We have also moved ahead in setting up of Ethanol plant as an extension to our existing product which we believe will prove to be a milestone for the company and drive the growth journey in coming years.

The initiatives undertaken during the year were in-line with our long-term strategy and we believe that it will provide us the impetus to achieve our growth objectives. In our view, we are currently at an inflection point of growth for the Company. We are confident of continuing the profitable growth momentum and enhancing shareholder value. In addition, macroeconomic factors such as higher proportion of young population, increasing social acceptability and preference for quality products will also contribute towards our growth endeavors.

Before concluding, I would like to thank the Board for their wise counsel and guidance. I am also very thankful to our customers, without whose feedback and appreciation we would not have created products which offer value and quality.

I also wish to thank the executive management of the company for their hard work in steering the company during these exciting times and all the employees for their unstinted support. Finally, thanks to all the shareholders for their support and encouragement as always and look forward to the same in the years ahead as we work towards transforming the company into a PAN India integrated player.

Best wishes

Amardeepsingh Sethi

Chairman & Whole time Director

Managing Director's Message



A year of many ‘records’ and ‘firsts,’ 2021-22 was in many ways a milestone year for ADL. Our results, which were transformational, bolster our commitment to continue to live our purpose of building a better future. Sustainability parameters, combined with economic growth, have always been a matter of importance to us. The pillars of economic, environmental, social and governance have shaped what we have become and will continue to lead us to the future. We ventured into FY2022, determined to progress on each of these pillars, and, as a result, achieved great results. We are committed to our values and are in a constant search of ways to make our business more sustainable.

We are constantly vigilant to all the external and indigenous factors that will enable us to enhance our market position, operational efficiency, financial strength, and overall benefits to stakeholders. The opportunities are immense; and we are well placed to serve the growing demand for our products which will help us drive sustained growth and create maximum value for the shareholders

“ Dear friends and fellow shareholders

It is my privilege to write to you and present this Integrated Annual Report for FY 2021-22. I hope this letter finds you safe and in good health. Amid the extraordinary conditions in which we had to operate; FY 2021-22 was undoubtedly transformative. The excellent results we achieved are a testament to the growth potential of our markets, our focus on customer experience, and, most importantly, the dedication and commitment of our people.

We have been embedding sustainability across the value chain, from molasses sourcing, efficient operations, minimizing waste generation and optimal energy consumption right up to supporting community initiatives.

Finally, we are mindful of our responsibilities towards the environment and society and continue to undertake wide-ranging initiatives to make the world a better place and improve the livelihoods of people.

I would like to thank our Board of Directors as well as all our stakeholders, and, most importantly, our employees for their continued trust and support. I believe that we are fundamentally strong and well placed to accelerate this growth journey and deliver sustainable value in the years ahead.

Best wishes

Dharmpal Kimatram Kalani

Managing Director

Board of Directors



AMARDEEPSINGH TRILOKSINGH SETHI

Chairman & Whole time Director

Amardeep Singh Sethi, Chairman of Aurangabad Distillery Limited is a young and dynamic personality whose strategic decision making capability and broad vision has helped the company to achieve its maximum potential.

Belonging to a family of businessmen, from a young age of 23 years he got involved in distillery industry and has in depth knowledge of ethyl alcohol manufacturing and distribution. Employing his unparallel manufacturing skills in the company, Aurangabad Distillery Limited is recognised as one of the powerful industrial houses.



DHARAMPAL KIMATRAM KALANI

Managing Director

Dharampal Kalani, Managing Director of Aurangabad Distillery Limited is goal driven and adaptive to new technologies which has helped the company in manufacturing the best quality of Ethyl alcohol with an impressive efficiency in its production.

Being a third generation entrepreneur, from an age of 24 years he is involved in distillery industry and possess a vast experience in ethyl alcohol manufacturing. Employing his versatile skills in the company, Aurangabad Distillery Limited has managed to satisfy their customers with an uninterrupted supply with the finest quality of spirit.



Aurangabad Distillery Limited



KARAN VALLABH YADAV

Wholetime Director



TANAJI HARIBHAU YADAV

Wholetime Director



KANYALAL KIMATRAM KALANI

Director



JAGJITKAUR AMARDEEPSINGH SETHI

Director

Independent Director



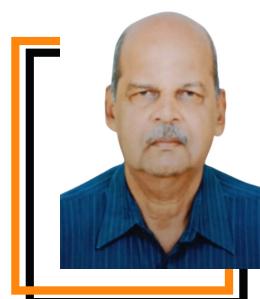
AVINASH NIRVUTTI SALUNKE

Independent Director



DILIP SHRINIWAS MUTALIK

Independent Director



PRAKASH MADHAVRAO SAWANT

Independent Director

CONSTITUTION OF VARIOUS COMMITTEES:

AUDIT COMMITTEE

Name of the Member	Category
Mr. Avinash Salunke	Chairman [Independent Director]
Mr. Prakash Sawant	Member [Independent Director]
Mr. Dharampal Kalani	Member [Managing Director]

NOMINATION & REMUNERATION COMMITTEE

Name of the Member	Category
Mr. Avinash Salunke	Chairman [Independent Director]
Mr. Prakash Sawant	Member [Independent Director]
Mrs. Jagjitkaur Sethi	Member [Non-Executive Director]

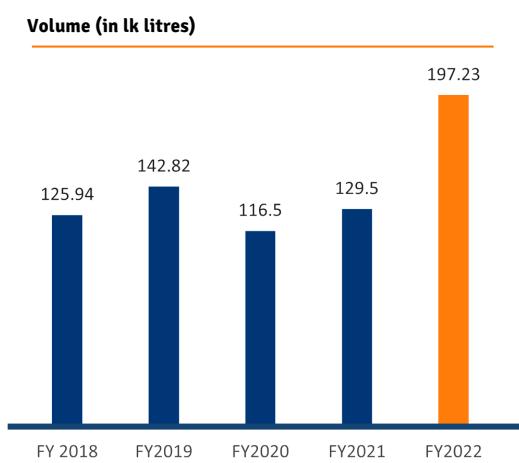
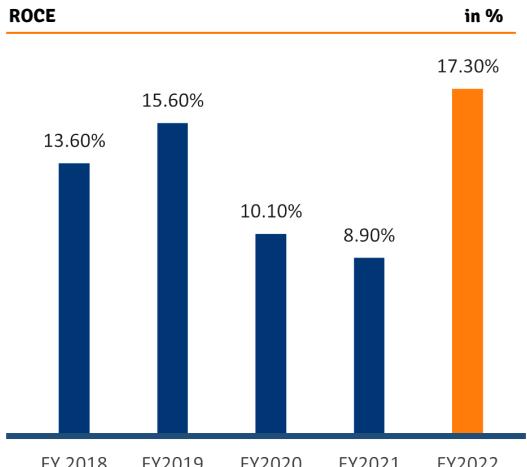
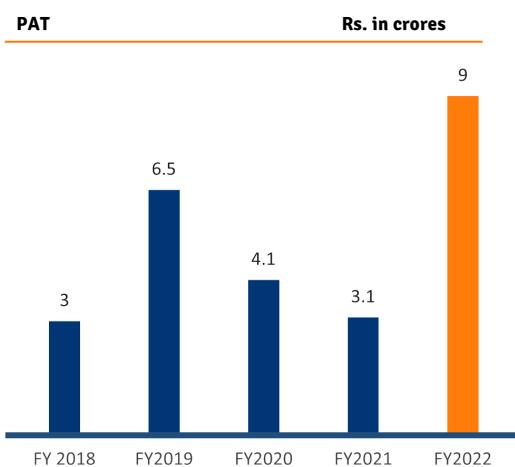
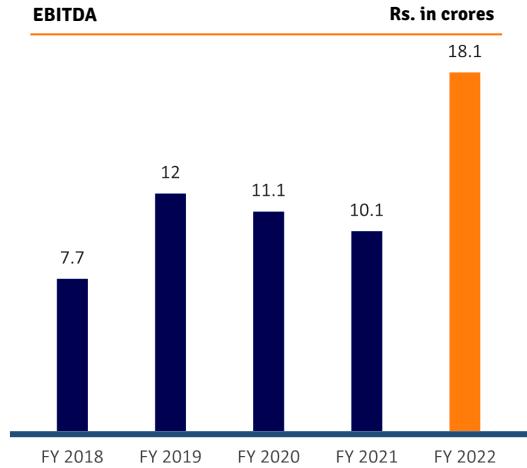
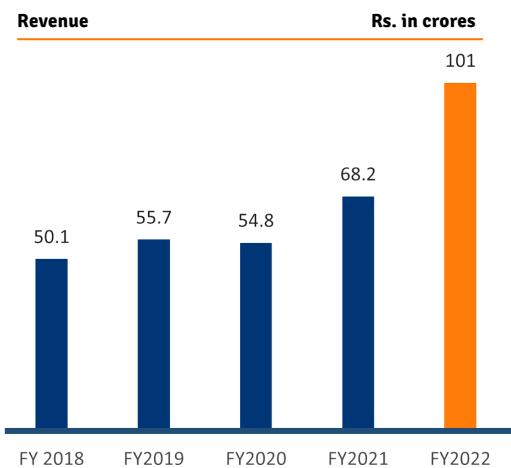
STAKEHOLDERS RELATIONSHIP COMMITTEE

Name of the Member	Category
Mr. Avinash Salunke	Chairman [Independent Director]
Mr. Prakash Sawant	Member [Independent Director]
Mr. Dharampal Kalani	Member [Managing Director]

CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

Name of the Member	Category
Mr. Dharampal Kalani	Chairman [Managing Director]
Mr. Avinash Salunke	Member [Independent Director]
Mr. Prakash Sawant	Member [Independent Director]

Financial Highlights



Corporate Information

Corporate Information :

CIN : L55000PN2000PLC177314

Board of Directors

Amardeepsingh Triloksingh Sethi
Chairman & Wholetime Director
DIN : 00097644

Dharampal Kimatram Kalani
Managing Director
DIN : 00041021

Karan Vallabh Yadav
Wholetime Director
DIN : 07587347

Tanaji Haribhau Yadav
Wholetime Director
DIN : 07989992

Kanyalal Kimatram Kalani
Director
DIN : 00282182

Jagjitkaur Amardeepsingh Sethi
Director
DIN : 01825035

Avinash Nivrutti Salunke
Independent Director
DIN : 03586610

Dilip Shriniwas Mutalik
Independent Director
DIN : 08846014

Prakash Madhavrao Sawant
Independent Director
DIN : 07618451

Chief Financial Officer
Mr. Uday Hemade

Company Secretary
Ms. Ankita Gandhi

Registered Office and Factory

A/P Walchandnagar, Tal. Indapur,
Pune -413114

Statutory Auditor

M/s. HMA & Associates
1, Runwal Pratishttha, 1202/27, Apte
Road, Shivajinagar, Pune- 411004

Secretarial Auditor

M/s. Prajot Tungare & Associates
529/1, 2nd Floor, Shraddha Chambers, Near
Ramakrishna Math, Opp. Dandekar Bridge,
Sinhgad Road, Pune – 411030,

Cost Auditor

M/s. Dargad & Associates
Shop No. 09, Nabhraj Nandanwan, Near
Endoworld Hospital, Opp. Airport,
Chikalthana, Aurangabad- 431001

Registrar & Share Transfer Agent

Bigshare Services Private Limited
S6 – 2 Pinnacle Business Park, Mahakali
Caves road, Next to Ahura Centre, Andheri (East) , Mumbai 400093

Banker

HDFC Bank
Branch- Shivani Chambers, Opp. Akashwani,
Jalna road, Aurangabad- 431001

Website

www.aurangabaddistillery.com

Board's Report

To,
The Members, of Aurangabad Distillery Limited

The Board of Directors has pleasure in presenting herewith their 22nd Annual Report together with the Audited Financial Statements of your Company for the financial year ended 31st March, 2022.

FINANCIAL RESULTS:

The Company's financial performance for the year under review along with previous year's figures is given hereunder:

Particulars	(Rs. in lakhs)	
	Year ended March 31, 2022	Year ended March 31, 2021
Revenue from Operation	10,101.28	6,822.35
Other Income	154.63	181.55
Total Revenue	10,255.91	7,003.90
Less: Expenses	8,620.34	6,229.31
Operating Profit before Preliminary expenses, Depreciation & Taxation	1,635.57	774.59
Less: Depreciation and Preliminary expenses written off	342.04	339.87
Profit Before Exceptional and Extraordinary Items and Tax	1,293.53	434.71
Less: Exceptional Items	-25.50	-0.15
Profit Before Extraordinary Items and Tax	1,319.03	434.86
Less: Extraordinary Items	-	-
Add / (Less) : Prior Period Incomes / (Expenses)	-	-
Add : Excess / (Short) Provision of Taxation For Previous Years	-	-
Profit Before Tax	1,319.03	434.86
Tax Expense:	-	-
Less : Current Tax	443.89	119.79
Deferred Tax	-26.98	6.75
Excess/Short Provision Written back/off	3.90	1.68
Profit (Loss) for the Year	898.22	306.64

REVIEW OF OPERATIONS AND FUTURE OUTLOOK

The Company generated total revenue of Rs. 10,255.91 lakhs during the current financial year as against revenue of Rs. 7,003.90 lakhs generated in the preceding financial year. The operations of the Company have resulted into post tax profit of Rs. 898.22 lakhs against post tax profit of Rs. 306.64 lakhs in the preceding financial year.

Company is engaged in the production of various types of Alcohols viz Rectified Spirit, Extra Neutral Alcohol and Denatured Spirit.

The Government of India initiated the use of ethanol as an automotive fuel in the year 2003 and issued a notification for mandatory blending of 5% ethanol. Recently the Government of India has advanced the target for 20% ethanol blending in petrol. This is an opportunity to Distillers since rectified spirit is a raw material for ethanol production.

DIVIDEND

Owing to the growing business needs and the necessity to plough back the profits in the business, your Directors do not recommend any dividend for the year.

TRANSFER TO RESERVES

The Board of Directors do not recommend to carry any amount to reserves.

ANNUAL RETURN

The Company has its website; the link for Annual Return is as follows: <https://aurangabaddistillery.com/report.php>



REVIEW OF OPERATIONS AND FUTURE OUTLOOK

The Board of Directors met Seven (7) times during the year under review on 30th June 2021, 7th September, 2021, 16th October, 2021, 8th November 2021 and 11th November 2021, 27th December, 2021, 15th March, 2022 respectively. Notice of meetings with agenda along with necessary details were sent to the Directors in time.

Further following are the details with respect to Board meeting attendance by each Director.

Name of Director	Board Meetings held during the tenure of Director	Board Meeting Attended
Mr. Dharampal Kalani	7	7
Mr. Amardeepsingh Sethi	7	7
Mr. Kanyalal Kalani	7	6
Mrs. Jagjitkaur Sethi	7	5
Mr. Karan Yadav	7	7
Mr. Prakash Sawant	7	6
Mr. Tanaji Yadav	7	7
Mr. Avinash Salunke	7	5
Mr. Dilip Mutalik	7	5

COMMITTEES OF THE BOARD:

i) Audit Committee

Composition of Audit Committee of the Company as follows:

Name of the Member	Category
Mr. Avinash Salunke	Chairman [Independent Director]
Mr. Prakash Sawant	Member [Independent Director]
Mr. Dharampal Kalani	Member [Managing Director]

ii) Nomination and Remuneration Committee

Composition of Nomination and Remuneration Committee as follows:

Name of the Member	Category
Mr. Avinash Salunke	Chairman [Independent Director]
Mr. Prakash Sawant	Member [Independent Director]
Mrs. Jagjitkaur Sethi	Member [Non-Executive Director]

iii) Stakeholders Relationship Committee

Composition of Stakeholders Relationship Committee as follows:

Name of the Member	Category
Mr. Avinash Salunke	Chairman [Independent Director]
Mr. Prakash Sawant	Member [Independent Director]
Mr. Dharampal Kalani	Member [Managing Director]

iv) Corporate Social Responsibility Committee

Composition of Corporate Social Responsibility Committee as follows:

Name of the Member	Category
Mr. Dharampal Kalani	Chairman [Managing Director]
Mr. Avinash Salunke	Member [Independent Director]
Mr. Prakash Sawant	Member [Independent Director]

DIRECTORS AND KEY MANAGERIAL PERSONNEL

In accordance with Section 152 of the Companies Act, 2013, Mr. Amardeepsingh Triloksingh Sethi and Mr. Kanyalal Kimatram Kalani are retiring by rotation at the ensuing Annual General Meeting and being eligible have offered themselves for re-appointment.

During the year under review Mr. Manish Garad resigned w.e.f. 16th October 2021 as Company Secretary Ms. Ankita R. Gandhi was appointed as Company Secretary of the Company w.e.f. 16th October, 2021.

NOMINATION AND REMUNERATION POLICY

The Nomination and Remuneration Policy is designed to attract, motivate, improve productivity and retain manpower, by creating a congenial work environment, encouraging initiatives, personal growth and team work,

and inculcating a sense of belonging and involvement, besides offering appropriate remuneration packages and superannuation benefits. The policy reflects the Company's objectives for good corporate governance as well as sustained long term value creation for shareholders.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 134(5) of the Companies Act, 2013, the Board of Directors of your Company, to the best of their knowledge and ability, confirm that:

- a) In preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- b) The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit & loss of the Company for that;
- 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 have prepared the annual accounts on a going concern basis;
- e) The Directors have laid down proper internal financial controls and system which are adequate and are operating effectively; and
- f) The Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

AUDITORS & THEIR REPORTS

a) STATUTORY AUDITORS

Pursuant to the provisions of Section 139, 142 and other applicable provisions, if any, of the Companies Act, 2013 read with Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof, for the time being in force) and in pursuance to resolution passed by the members of the Company at the Extra Ordinary General Meeting dated April 30, 2022 of M/s. HMA & Associates, Chartered Accountants, Pune (FRN: 100537W) have been appointed as Statutory Auditors of the Company till the conclusion of the ensuing Annual General

Meeting dated April 30, 2022 for appointment of M/s. HMA & Associates, Chartered Accountants, (FRN: 100537W) as statutory auditor of the Company till the conclusion of this Annual General Meeting to fill the casual vacancy created after resignation letter received from M/s. Kale & Associates, Chartered Accountants, Nashik the existing Statutory Auditor of the Company. Further, the Board proposed to appoint M/s. HMA & Associates, Chartered Accountants, (FRN: 100537W) as the Statutory Auditor of the Company for a term of five years, i.e. from 1st April 2022 to 31st March 2027 at the ensuing Annual General Meeting of the Company.

The Statutory Auditors' Report does not contain any qualification, reservation or adverse remark.

b) SECRETARIAL AUDITORS

The Board of Directors had appointed M/s. Prajot Tungare & Associates, Practicing Company Secretaries as the Secretarial Auditors of your Company to issue a Secretarial Audit Report pursuant to Section 204 of the Companies Act, 2013 for the Financial Year 2021-22.

The Secretarial Auditors have given their report, which is annexed hereto as "**Annexure I**".

Further, as per recommendation of the Audit Committee, the Board of Director has re-appointed M/s. Prajot Tungare & Associates, Practicing Company Secretaries, Pune as Secretarial Auditors of your Company in their meeting held on 27th May 2022 for the Financial Year 2022-23.

The Secretarial Auditors' Comment/observation –

- i. There was some delay in filing e forms with the Ministry of Corporate Affairs;
- ii. Delay in filing intimation under regulation 10(6) of Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011

Management Response: The delay of point no. I and II were due to inadvertence. The Company has taken sufficient precautions so as not to repeat such instance in future. Further, the said delays were unintentional and have not affected the interests of the stakeholders, neither have benefited any persons.

c) COST AUDITORS

The Company is required to have the audit of its cost records conducted by a Cost Accountant in Practice. In this connection, the Audit Committee has recommended and the Board of Directors had approved the appointment of M/s. Dargad & Associates, Cost Accountants, as Cost Auditors of the Company to conduct the Cost Audit functions for the Financial Year 2021-22.



Further, as per recommendation of the Audit Committee, the Board of Director have re-appointed M/s.Dargad & Associates, Cost Accountants, as Cost Auditors of the Company to conduct the Cost Audit functions for the Financial Year 2022-23 subject to approval of remuneration of the Cost Auditor in ensuring Annual General Meeting.

The Company has maintained cost records as stated in the provisions of maintenance of Cost Records pursuant to Section 148 of the Companies Act, 2013 read with Companies (Cost Record & Audit) Amendment Rules.

d) INTERNAL AUDITORS

The Board of Directors had appointed M/s. S. R. Bakare & Co., Chartered Accountants as Internal Auditor of the Company pursuant to Section 138 and other applicable provisions, if any of the Companies Act, 2013 for the Financial Year 2021-22.

As per recommendation of the Audit Committee, the Board of Director has re-appointed M/s. S. R. Bakare & Co., Chartered Accountants as an Internal Auditor of the Company for the Financial Year 2022-23.

SHARE CAPITAL

The paid up share capital of the Company as on 31st March, 2022 was Rs. 8.20 Crores. During the year under review the Company has not issued any types shares.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

Particulars of loans given, investments made, guarantees given and securities provided as on 31st March 2022 are mentioned in the table herein-below:

(Rs. in lakhs)	
Name of the Member	Amount
Loans	
i) Loans given during the year	1,652.08
Details of Investment	
i) Investment in The Saraswat Co-op Bank Ltd	0.26
ii) Investment in Other	-
Details of Guarantee's / Securities Provided	-
Total	1,652.34

PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES

The transactions entered by the Company with related parties were in ordinary course of business and at arm's length basis. The particulars of transactions entered with related parties are annexed herewith as "Annexure II" to this report.

MATERIAL CHANGES AND COMMITMENT

COVID-19 IMPACT

Global disruption caused by COVID-19 combined with restrictions imposed during the lockdown period has resulted in significant economic contraction in India. However, the Company got orders for production of alcohol-based sanitizer.

Considering the opportunities, threats and strengths of your Company, management continuously works for increasing its productivity.

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

The Particulars relating to conservation of energy, technology absorption, foreign exchange earnings and outgo, as required to be disclosed under the Act, are provided in "Annexure III" to this report.

DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY

The Company has risk management framework comprising risk governance structure and defined risk management processes. The Company identifies all strategic, operational and financial risks that the Company faces, by assessing and analyzing the latest trends in risk information available internally and externally and uses the same to plan for risk mitigation activities.

INTERNAL FINANCIAL CONTROLS

The Company has adopted adequate procedures for ensuring the internal financial controls. The Company adheres to best practices for safeguarding its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records and timely preparation of reliable and accurate financial information.

SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES AND THEIR POSITION & FINANCIAL PERFORMANCE

The Company does not have any Subsidiary, Joint venture or Associate Company.

DEPOSITS

Your Company has not accepted any deposits within the meaning of Section 73 as provided in the Companies Act, 2013.

SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS.

There are no significant material orders passed by the Courts / Regulators or Tribunals impacting the going concern status and Company's operations in future.

MANAGEMENT'S DISCUSSION AND ANALYSIS REPORT

Management's Discussion and Analysis Report for the year under review, as stipulated under the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") is presented in "Annexure IV" to this report.

PERFORMANCE EVALUATION

The Company has devised a Policy for performance evaluation of the Board, Committees and other individual Directors (including Independent Directors) which includes criteria for performance evaluation of the Non-executive Directors and Executive Directors. The evaluation process inter alia considers attendance of Directors at Board and Committee Meetings, acquaintance with business, communicating inter-se Board members, effective participation, domain knowledge, compliance with code of conduct, vision and strategy, benchmarks established by global peers, which is in compliance with applicable laws, regulations and guidelines.

Pursuant to the provisions of the Companies Act, 2013, the Board has carried out performance evaluation of its own performance and that of its committees and individual Directors.

PARTICULARS OF EMPLOYEES

Pursuant to the provisions of the Companies Act, 2013, the Board has carried out its performance evaluation and that of its Committees and individual Directors.

VIGIL MECHANISM

Pursuant to Section 177 of the Companies Act, 2013 read with Rule 7 of the Companies (Meetings of Board and its Power) Rules, 2014 the vigil mechanism policy is already adopted by the Board of Directors.

DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMAN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

In this regard, Internal Complaints Committee has been set up to redress complaints. During the year under review, there were no complaints received pursuant to the aforesaid Act.

CORPORATE SOCIAL RESPONSIBILITY INITIATIVE

Pursuant to the provisions of Section 135 of the Companies Act, 2013 and Rule 5 of the Companies (CSR Policy) Rules, 2014 the Board of Directors of your Company have already constituted a Corporate Social Responsibility (CSR) Committee.

Following are the present members of the CSR Committee.

Name of the Member	Category
Mr. Dharampal Kalani	Chairman [Managing Director]
Mr. Avinash Salunke	Member [Independent Director]
Mr. Prakash Sawant	Member [Independent Director]

The CSR Committee met 1(One) time during the year i.e. on 15th March 2022. All the Members of the CSR Committee were present at the Meetings.

The CSR Committee has formulated the CSR Policy and has recommended the activities to be undertaken by the Company as specified under Schedule VII of the Companies Act, 2013.

Pursuant to Rule 8 of the Companies (CSR Policy) Rules, 2014 the Report on CSR activities for the financial year 2021-22 is enclosed as "Annexure VI".

INSOLVENCY AND BANKRUPTCY CODE UPDATE:

No application has been made and no proceeding is pending under the Insolvency and Bankruptcy Code, 2016 during the year under review.

VALUATION FOR ONE TIME SETTLEMENT WITH BANK AND FINANCIAL INSTITUTION:

The Company has not made any valuation for one-time settlement with Bank and financial Institution. Hence, there is no reason for elaboration on the said aspect.



OTHER MATTERS:

Your Directors state that no reporting is required in respect of the following items for the reasons mentioned therein:

1. There is no change in the nature of business.
2. Neither the Managing Director nor the Whole Time Directors of the Company receive any remuneration or commission from any of its subsidiaries.
3. There were no complaints relating to child labour, forced labour or involuntary labour during the financial year 2021-22.

ACKNOWLEDGEMENTS

Your Directors place on record their sincere thanks to bankers, business associates, consultants, and various Government Authorities for their continued support extended to your Company activities during the year under review. Your Directors also acknowledges gratefully the shareholders for their support and confidence reposed on them.

Date: 6th September 2022

Place: Aurangabad

For and on behalf of the Board of Directors of
Aurangabad Distillery Limited

Amardeepsingh Sethi
Chairman & Whole time Director
DIN: 00097644

Annexure - I

FORM MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2022

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

To,
The Members,
AURANGABAD DISTILLERY LIMITED
CIN: L55000PN2000PLC177314
A/P. Walchandnagar, Tal. Indapur, Pune, MH - 413114

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Aurangabad Distillery Limited ("the Company"). 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.

Management is responsible for the preparation and filing of all the forms, returns and documents for the compliances under the Companies Act, 2013, rules thereunder, and all the laws and regulations listed hereinafter and to ensure that they are free from material non-compliance, whether due to fraud or error.

Secretarial Audit for the Company is conducted as a process of verification of records and documents on sample basis to check secretarial compliances with the provisions of laws, rules and procedures. The procedure for Secretarial Audit is selected on the Secretarial Auditor's judgment of material facts of the documents submitted. Our responsibility is to express an opinion on the secretarial compliances of the aforesaid laws done by the Company on the basis of our audit. We have conducted the audit solely on the basis of secretarial compliances and filing done by the Company, under the below mentioned laws.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby make our report on the basis of our opinion during the audit conducted covering the financial year ended on 31st March 2022, on various secretarial compliances with statutory provisions listed hereunder and on Board processes and compliance mechanism to the extent, in the manner and subject to the reporting made hereinafter.

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March 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 [Not applicable to the Company during the Audit Period];
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 [Not applicable to the Company during the Audit Period];
 - (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 [Not applicable to the Company during the Audit Period];
 - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 [Not applicable to the Company during the Audit Period];
 - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;



(g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 [Not applicable to the Company during the Audit Period]; and

(h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 [Not applicable to the Company during the Audit Period].

(i) The Securities and Exchange Board of India (Listing obligations and Disclosure Requirements) Regulations, 2015.

We further report that, having regards to the business operations of the Company, in our view following are the laws specifically applicable to the Company for which we have conducted audit on test-check basis and on the basis of representation made by the Company and its Officers considering the secretarial compliance systems prevailing in the Company.

Further, as per discussion with the officials of the Company, there are no other Laws specifically applicable to the Company except the below Act:

-Bombay Prohibition Act, 1949

We have also examined secretarial compliances with the applicable clauses of the following:

(i) Secretarial Standards issued by The Institute of Company Secretaries of India; and

(ii) The Listing Agreements entered into by the Company with National Stock Exchange.

During the year under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above, except there has been following observation:

i. Some delay in the filing of e-forms under the provisions of the Companies Act, 2013, with the Ministry of Corporate Affairs;

ii. Delay in filing intimation under regulation 10(6) of the Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011.

We further report that:

1. Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. Further, the changes in directorship during the year under review were carried out in the compliances with the provisions of the Act.

Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. Further, the changes in directorship during the year under review were carried out in the compliances with the provisions of the Act.

2. As per information and representation given, we also report that adequate notices are given to all Directors for the scheduled 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.

3. As per minutes of the meetings duly recorded and signed by the Chairman, the decisions of the Board were unanimous and hence, no dissenting views have been recorded.

We further report that the compliance by the Company of applicable financial statements and laws has not been reviewed in this audit since the same has been subject to review by statutory financial audit and other designated professionals.

Date: 6th September 2022

Place: Pune

For Prajot Tungare & Associates
Company Secretaries

CS Jayesh Parmar
Partner
Membership No: F11745
COP No: 17776
UDIN: F011745D000876532

ANNEXURE TO SECRETARIAL AUDIT REPORT ISSUED BY COMPANY SECRETARY IN PRACTICE FOR 31.03.2022

To,

The Members,

AURANGABAD DISTILLERY LIMITED

CIN: L55000PN2000PLC177314

A/P. Walchandnagar, Tal. Indapur, Pune, MH - 413114

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

1. Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed 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. Wherever 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.

Date: 6th September 2022

Place: Pune

For Prajot Tungare & Associates
Company Secretaries

CS Jayesh Parmar
Partner
Membership No: F11745
COP No: 17776
UDIN: F011745D000876532



Annexure - II

Form No. AOC-2

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

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

1. Details of contracts or arrangements or transactions not at arm's length basis- Not Applicable

Name(s) of the related party and nature of relationship	Nature of contracts/arrangements/transactions	Duration of the contracts / arrangements/ transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Date(s) of approval by the Board, if any:	Amount paid as advances, if any:
(a)	(b)	(c)	(d)	(e)	(f)

**2. Details of material contracts or arrangement or transactions at arm's length basis
(Rs . in Lakhs)**

Name(s) of the related party and nature of relationship	Nature of contracts/arrangements/transactions	Duration of the contracts / arrangements/ transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Date(s) of approval by the Board, if any:	Amount paid as advances, if any:
(a)	(b)	(c)	(d)	(e)	(f)
Karan Agencies	Sale of Chemicals	Ongoing Basis	Rs. 3.54	30/06/2021	NA
New Phaltan Sugar Works Distillery Division Limited	Sale of SDS	Ongoing Basis	Rs. 1,257.33	30/06/2021	NA

Date: 6th September 2022

Place: Aurangabad

For and on behalf of the Board of Directors of
Aurangabad Distillery Limited

Amardeepsingh Triloksingh Sethi
Chairman & Whole time Director
DIN: 00097644

Annexure - III

FOR CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

A. CONSERVATION OF ENERGY:

- i) Energy conservation measures taken:- Making of Bio-Gas from Spent wash and it is used in Boiler as fuel. It reduces consumption of bagasse and company also produces electricity through turbine which is captively consumed in our distillation process and reduces the dependency on purchased electricity.
- ii) Additional capital investments and proposals in reduction in consumption of energy: -NIL

B. TECHNOLOGY ABSORPTION

- i) Efforts made towards technology absorption and benefits derived from such absorption: During year under review the Company did not bring any new technology. Thus there is nothing to report under this section.
- ii) Imported Technology: During the year under review, the Company has not imported any new technology.
- iii) Expenditure incurred on Research and Development: NIL

C. FOREIGN EXCHANGE EARNINGS AND OUTGO:

Details of inflows & outflows of Foreign Exchange

(Rs . in Lakhs)

	2022 (Rupees)	2021 (Rupees)
Total foreign exchange earned	Nil	Nil
Total foreign exchange spent	Nil	(0.18)

Date: 6th September 2022

Place: Aurangabad

For and on behalf of the Board of Directors of
Aurangabad Distillery Limited

Amardeepsingh Triloksingh Sethi
Chairman & Whole time Director
DIN: 00097644



Annexure - IV

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Global Economy Overview

The Ukraine war has triggered a costly humanitarian crisis, so that, without a swift and peaceful resolution, could become irresistible. Global growth is expected to slowdown significantly in 2022, largely as a consequence of the war. The global economic and financial environment has worsened with the escalation of geopolitical conflict and accompanying sanctions. The International Monetary Fund (IMF) has revised down its forecast of global output growth for 2022 by 0.8% point to 3.6%, in a span of less than three months. The World Trade Organization (WTO) has scaled down projection of world trade growth for 2022 by 1.7% points to 3%.

Indian Economy Overview

India was hit with a deadly second wave of the Covid pandemic in the early part of FY 2021-22. The last quarter too saw some disruption due to the spread of the third wave of the Omicron variant of the virus. However, the economic impact was not as severe as the first wave of the pandemic in 2020 due to partial lockdowns and higher vaccination penetration.

In FY 2021-22, India's economy grew by 8.7% after contracting by 6.6% in FY 2020-21. Investments in the economy measured as Gross Fixed Capital Formation (GFCF) grew by 15.8% in FY 2021-22 after having contracted by 10.4% in FY 2020-21.

In FY 2021-22, the industrial sector grew by 10.3% led by a 9.9% growth in manufacturing, 11.5% growth in construction, and electricity and other utility sector growth of 7.5%.

In FY 2022-23, while many high-frequency indicators show that the economy is on the growth path, inflation has raised its head. The prospects for economic growth in FY 2022-23 will depend on trends in the global economy, settlements of geo-political tensions and the pace of monetary tightening by the RBI. In FY 2022-23, India's GDP is expected to grow by 7-7.5%

Industry Overview

India is one of the fastest growing alcohol markets in the

world. There is steady increase in consuming these beverages which can be attributed to multiple factors including the rising levels of disposable income and a growing urban population among others. This provides tremendous opportunity to drive growth of alcobev industry on the back of its rising working-age population. It is expected that per capita consumption will increase with changes in life style and aspiration of the population.

The non potable alcohol segment is expected to grow at a fast rate due to increase of its usage in industries like fragrance, personal hygiene and sanitization among others.

The Indian Alco-beverage market crossed more than the cases of previous year, the volume-based analysis shows that alcohol beverage market in India is almost equally divided between country liquor, Indian Made Foreign Liquor (IMFL) and Beer with a small contribution from wines and imported spirits. The industry is projected to cross 1,200 million cases in volume by 2025.

Company Overview

We are one of the leading manufacturers of non-potable alcohol. Our products Rectified Spirit, De Natured Spirit, Extra Neutral Alcohol and Potash finds its usage in Pharma, Cosmetic, Fragrance, Fertilizer, Animal Feed and Chemical Industries. We are a molasses-based distillery set up in Walchandnagar, Aurangabad. Our company was incorporated in 2000 and was taken over by current promoters in 2005. We are pioneer in adapting the latest technology set up to convert spent wash (by product of ENA production) into high value products such as fertilizers, cattle feed and extracting/reusing of water. We are further expanding our current product line and foraying into Ethanol production for complete value creation.

Business Overview

Despite the sharp inflation witnessed in the last two-quarters of FY 2021-22, the overall business environment remained quite supportive for the Company. Operating revenue in FY 2021-22 grew by 48.5% as compared to FY 2020-21. Operating Margin improved to 17.9% in FY 2021-22 from 14.7% in FY 2020-21. PAT increased to Rs. 898.23 lakhs in FY 2021-22 from Rs. 306.64 lakhs in FY 2020-21.

The favorable industry tailwind towards ethanol and alcohol related products and operational efficiency have been the key growth drivers for the company

SCOT

- Strength- Increased focus of Government on ethanol blending in fuel and delicensing of Denatured Alcohol and stability in potable alcohol after the Hon. Supreme Court clarified the order of highway ban thus resulting in most of the liquor vends opening within the city limits and many panchayats.
- Challenges – Stricter pollution norms and increase in minimum wages will drive the cost of production upwards.
- Opportunities – The de-licensing of industries using denatured spirit will give us opportunities to develop new customers in pharma, cosmetics & perfumeries and chemical industries.
- Threats- Competition in the sector.

RATIOS

Ratio	Particulars		As on	As on
	Numerator	Denominator	31 March 2022	31 March 2021
Current Ratio (in times)	Total Current Assets	Total Current Liabilities	1.06	1.08
Debt-Equity Ratio (in times)	Total Debt	Total Equity	0.7	0.86
Debt Service Coverage Ratio (in times)	Net Operating Income	Debt Service	1.29	0.71
Inventory Turnover Ratio (in times)	Cost of Goods Sold	Average inventory	3.51	2.64
Trade Receivables Turnover Ratio (in times)	Revenue from operations	Average trade receivables	68.95	81.21
Trade Payables Turnover Ratio (in time)	Cost of purchases + Other expenses	Average trade payables	5.05	5.2
Net Capital Turnover Ratio (in times)	Revenue from operations	Average Working Capital= Average of Current assets – Current liabilities	31.86	26.14
Net Profit Ratio (in %)	Net Profits after taxes	Revenue from operations	8.89	4.47
Return on Equity Ratio (in %)	Net Profits after taxes	Average total equity	20.02	7.85
Return on Capital Employed (in %)	EBIT= Earnings before interest and taxes	Capital Employed = Net worth + Total Debt	17.7	10.14



Risks and concerns

This industry has severe monitoring and regulation of the government and applicability of central laws as well as state government laws. ban of liquor consumption in some states. This increases the risk for the business of the company.

Internal Financial Control

The Company has engaged the services of an independent Chartered Accountant to carry out the internal audit and ensure that recording and reporting are adequate and proper, the internal controls exist in the system and that sufficient measures are taken to update the internal control system. The system also ensures that all transaction are appropriately authorized, recorded and reported. Exercises for safeguarding assets and protection against unauthorized use are undertaken from time to time.

The Company's policies, guidelines and procedures are designed keeping in mind the nature, size and complexity of its business operations. The Company maintains a proper and adequate system of internal controls which provides for automatic checks and balances.

Its resilience and focus is driven to a large extent by its strong internal control systems for financial reporting, supported by a strong set of Management Information Systems.

The Company's internal audits and those by professional firms closely oversee the business operations and ensure strict adherence to policies, safeguarding of its assets, and the timely preparation of reliable financial documents and reports. Any deviations are prompted to the management. Timely and adequate measures are undertaken to ensure undisrupted functioning of the business.

Human Resource

Our Company firmly believes that its human resources are key enablers for the growth of the Company and therefore an important asset. Hence, the success of the company is closely aligned with the goals of the human resources of the Company. Taking this into account, our Company continued to invest in developing its human capital and retain the best talent. Company boasts of well-defined HR policies which ensure alignment of personal goals with professional growth. Its human capital includes employees, including permanent factory workmen. Employee relations during the period under review continued to be healthy, cordial and harmonious at all levels and the Company is committed to maintaining good relations with the employees.

Date: 6th September 2022

Place: Aurangabad

For and on behalf of the Board of Directors of
Aurangabad Distillery Limited

Amardeepsingh Triloksingh Sethi
Chairman & Whole time Director
DIN: 00097644

Annexure - V

INFORMATION PURSUANT TO RULE 5 OF THE COMPANIES (APPOINTMENT AND REMUERATION OF MANAGERIAL PERSONNEL) RULES, 2014

1.	The ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year 2021–22 and the percentage increase in remuneration of each Director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year 2021–22 is:			
	Name of Person	Name of Person	Ratio of remuneration of each Director to median remuneration of Employees	Percentage increase in remuneration
	Mr. Amardeepsingh Sethi	Chairman & Whole time Director	7.53	-
	Mr. Dharampal Kalani	Managing Director	7.53	-
	Mr. Kanaiyalal Kalani	Non-Executive Director	-	-
	Mrs. Jagjitkaur Sethi	Non-Executive Director	-	-
	Mr. Tanaji Yadav	Executive Director	1.88	-
	Mr. Karan Yadav	Executive Director	1.88	-
	Mr. Avinash Salunkhe	Independent Director	-	-
	Mr. Prakash Sawant	Independent Director	-	-
	Mr. Dilip Mutalik	Independent Director	-	-
	Mr. Uday Hemade	Chief Financial Officer	1.46	11.24%
	Mr. Manish Garad (upto 15th October 2021)	Company Secretary & Compliance Officer	1.13	-
	Miss. Ankita Gandhi (From 16th October 2021)	Company Secretary & Compliance Officer	0.95	-
2.	The percentage increase in remuneration of each director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the Financial Year			
	Mr. Uday Hemade – 11.24 %			
3.	The percentage increase in the median remuneration of employees in the financial year.			9.50 %
4.	The percentage increase in the median remuneration of employees in the financial year.			36
5.	It is affirmed that the remuneration paid is as per the Remuneration Policy for Directors, Key Managerial Personnel and other employees.			

Date: 6th September 2022
Place: Aurangabad

For and on behalf of the Board of Directors of
Aurangabad Distillery Limited

Amardeepsingh Triloksingh Sethi
Chairman & Whole time Director
DIN: 00097644



Annexure - VII

ANNUAL REPORT ON CSR ACTIVITY

[Pursuant to clause (o) of sub-section (3) of section 134 of the Act and Rule 9 of the Companies (Corporate Social Responsibility) Rules, 2014]

1. A brief outline of the Company's CSR policy, including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programs.

The Key focus areas of CSR Policy are:

1. Education including vocational education, Environment & Health related activities;
2. Children Education;
3. Employment enhancing vocational skills;
4. Environmental sustainability;
5. Promotion of health awareness.

2. Composition of CSR Committee:

Name of the Member	Designation / Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
Mr. Dharampal Kalani	Chairman of Committee / Managing Director	1	1
Mr. Avinash Salunke	Member of Committee / Independent Director	1	1
Mr. Prakash Sawant	Member of Committee / Independent Director	1	1

3. Provide the web-link where Composition of CSR Committee, CSR Policy and CSR Projects approved by the Board are disclosed on the website of the Company. – www.aurangabaddistillery.com
4. Provide the details of Impact Assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social responsibility Policy) Rules, 2014, if applicable (attach the report). – Not Applicable
5. Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any. Rs. 3.27 lakhs
6. Average net profit of the Company as per section 135(5) - Rs. 591.64 lakhs
7. (a) Two percent of average net profit of the Company as per section 135(5) – Rs. 11.83 lakhs
(b) Surplus arising out of the CSR projects or programmes or activities of the previous financial years. – Not Applicable
(c) Amount required to be set off for the financial year, if any - Rs. 3.27 lakhs
(d) Total CSR obligation for the financial year - Rs. 8.55 lakhs

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

Total Amount Spent for the Financial Year. (in Rs. lakh)	Amount Unspent (in Rs.) - NIL				
	Total Amount transferred to Unspent CSR Account as per section 135(6).		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5).		
	Amount	Date of transfer.	Name of the Fund	Amount.	Date of transfer
Rs. 9.00 (Rupees Nine Lacs Only)	NIL	NIL	NIL	NIL	NIL

(b) Details of CSR amount spent against ongoing projects for the financial year: Not Applicable

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
Sl. No.	Name of the Project	Item from the list of activities in Schedule VII to the Act.	Local area (Yes/ No)	Location of the project State District.	Project duration	Amount allocated for the project (in Rs. lakhs)	Amount spent in the current financial Year (in Rs. lakhs).	Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in Rs. lakhs).	Mode of Implementation - Through Implementing Agency	Amount allocated for the project (in Rs. lakhs)
									Name CSR Registration Number	
		Total								

(c) Details of CSR amount spent against other than ongoing projects for the financial year:

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Sl. No.	Name of the Project.	Item from the list of activities in Schedule VII to the Act.	Local area (Yes/No)	Location of the project. State District	Amount spent for the project (in Rs. lakhs.)	Mode of Implementation - Direct (Yes/No).	Mode of Implementation - Through Implementing Agency Name CSR Registration Number
1	Contribution to Jayana Old age Foundation	Promoting education, including special education and employment enhancing	Yes	Nashik	9.00	No	CSR 00026356



Sl. No.	Name of the Project.	Item from the list of activities in Schedule VII to the Act.	Local area (Yes/No)	Location of the project. State District	Amount spent for the project (in Rs. lakhs).	Mode of Implementation - Direct (Yes/No).	Mode of Implementation - Through Implementing Agency Name CSR Registration Number
		vocation skills especially among children, women, elderly and the differently abled and livelihood enhancement projects.					
Total		Rs. 9.00					

- (d) Amount spent in Administrative Overheads - **Not Applicable**
- (e) Amount spent on Impact Assessment, if applicable – **Not Applicable**
- (f) Total amount spent for the Financial Year (8b+8c+8d+8e) – Rs. 9.00 Lakh
- (g) Excess amount for set off, if any – Rs. 0.44 Lakh

9. (a) Details of Unspent CSR amount for the preceding three financial years: **Not Applicable**

Sl. No	Preceding Financial Year	Amount transferred to Unspent CSR Account under section 135 (6) (in Rs. lakhs)	Amount spent in the reporting Financial Year (in Rs lakhs.).	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any. Name of the Fund, Amount (in Rs) Date of transfer.	Amount remaining to be spent in succeeding financial years. (in Rs. lakhs)
NA	NA	NA	NA	NA	NA

B. Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s): Not Applicable

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Sl. No.	Project ID.	Name of the Project.	Financial Year in which the project was commenced.	Project duration.	Total amount allocated for the project (in Rs. lakhs).	Amount spent on the project in the reporting Financial Year (in Rs.).	Cumulative amount spent at the end of reporting Financial Year. (in Rs.)	Status of the project - Completed /Ongoing.
	NA	NA	NA	NA	NA	NA	NA	NA

10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year – **Not Applicable (Asset-wise details)**.
- (a) Date of creation or acquisition of the capital asset(s) - **Not Applicable**
 - (b) Amount of CSR spent for creation or acquisition of capital asset - **Not Applicable**
 - (c) Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc - **Not Applicable**
 - (d) Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset) - **Not Applicable**
11. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5) - **Not Applicable**

Date: 6th September 2022
Place: Aurangabad

For and on behalf of the Board of Directors of
Aurangabad Distillery Limited

Dharampal Kimatram Kalani
Chairman – CSR Committee
Managing Director
DIN: 00041021



CEO / CFO CERTIFICATION

To,
The Board of Directors of
Aurangabad Distillery Limited

Compliance Certificate as required under Regulation 17(8) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

We hereby certify that:

A. We have reviewed financial statements and the cash flow statement for the financial year 2021-22 and that to the best of our knowledge and belief:

- i. These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
- ii. These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.

B. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violates of the Company's code of conduct.

C. We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and we have disclosed to the auditors and the audit committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.

D. We have indicated to the auditors and the Audit committee.

- i. There have been no significant changes in internal control over financial reporting during the year
- ii. There have been no significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
- iii. We have not noticed any significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

Date: 6th September 2022
Place: Aurangabad

Uday Balwant Hemade
Chief Financial Officer

Independent Auditor's Report

To,
The Members, of
Aurangabad Distillery Limited
Report on the audit of the Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of Aurangabad Distillery Limited ("the Company") which comprises the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss and Statement of Cash Flow for the year ended on that date, and notes to the standalone financial statements, including a summary of significant accounting policies and other explanatory information. (Hereinafter referred to as the "Standalone Financial Statements")

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act 2013 (the "Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the Act & other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, and its profit, and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the 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 Standalone Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Companies Act, 2013 and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

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.

There are no significant Key Audit matters that need to be reported for the current period.

Emphasis of Matter

We draw your attention to Note No. 9 'Trade Payables', Note No. 10 'Other Current Liabilities', Note No. 16 'Trade Receivables' and Note No. 19 'Other Current Assets' of the financial statements disclosing the balances outstanding as on the date of the balance sheet of Trade payables, Trade Receivable and Trade Advances taken and given. Some of the balances of Trade Receivables, Trade Payables, and Advances taken & given are subject to confirmation from the respective parties. However, we have adopted alternative audit procedures to confirm the balances.

Our opinion is not modified in respect of above matters.

Information other than the standalone financial statements and auditors' report thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion & analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance & shareholders' information, 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.



If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management & Those Charged With Governance for the Standalone Financial Statements –

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

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

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

Auditor's Responsibility for the Audit of the Standalone Financial Statements

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

SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Standalone financial statements.

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

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

financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

- Planning the scope of our audit work and in evaluating the results of our work; and
- to evaluate the effect of any identified misstatements in the standalone financial statements.

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

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

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

Other Matters

There are no matters reportable under this head.

Report on Other Legal and Regulatory Requirements:

1. Companies (Auditor's Report) Order 2020, issued by Central Government of India in terms of sub section (11) of the Section 143 of the Companies Act, 2013 is applicable to the company. We are giving in Annexure a statement on the matters specified in paragraph 3 & 4 of the Order to the extent possible. (**Annexure 1**)

2. As required by Section 143(3) of the Act, based on our audit, 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, 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 comply with the Accounting Standards specified under Section 133 of the Act,
- 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 2". Our report expresses an unmodified opinion on the adequacy & operating effectiveness of the Company's internal financial control over financial reporting.
- g. In our opinion & to the best of our information & according to the explanations given to us, the remuneration paid by the company to its directors during the year is in accordance with the provisions of Section 197 of the Act.
- h. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in Note No. 32 of the standalone financial statements.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.



- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- iv. The management of the Company has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, 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(s) or entity(ies), including foreign entities (Intermediaries), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other person 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 of the Company has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds (which are material either individually or in the aggregate) have been received by the company from any person(s) or entity(ies), including foreign entities (Funding Parties), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly lend or invest in other person or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- vi. Based on the appropriate audit procedures that has been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under subclause (i) & (ii) of Rule 11(e) as provided in point no. iv & v above contains any material misstatement.
- vii. The company has not declared or paid any dividend during the year in contravention of the provision of Section 123 of the Companies Act 2013.

Date: 27th May 2022

Place: Pune

**For HMA & Associates
Chartered Accountants
FRN – 100537W**

**CA Anand Joshi
Partner
Membership No. – 113805
UDIN: - 22113805AJSMJO1637**

ANNEXURE 1

To Independent Auditors' Report

**As per point 3 of Companies (Auditor's Report) Order, 2020 dt.25th
February 2020.**

**Referred to in Paragraph 1 under the heading of "Report on other legal & regulatory requirements" of our report
of even date.**

Re: - Aurangabad Distillery Limited for the F.Y. 2021-22

1. Property, plant & equipment and intangible assets

- a. The Company has maintained proper record showing full particulars, including quantitative details and situation of Property, Plant & Equipment.
- b. The Company does not have any intangible assets.
- c. The management has physically verified the Property Plant & Equipment at reasonable intervals. We have been informed that no material discrepancies were noticed on such verification as compared to book records.
- d. The title deeds of all immovable properties (other than leased properties under duly executed agreement) of Company are held in the name of the company.
- e. The company has not revalued its Property Plant & Equipment (including right to use assets) or intangible assets during the year.
- f. No proceedings have been initiated or pending against the company or holding any benami property under Benami transactions (prohibition) Act,1988 (45 of 1988) and rules made there under. Hence, no disclosure of such details is required.

2 . Inventory

- a. The inventory has been physically verified at the reasonable intervals by the management. In our opinion, the coverage and procedure of such verification by management is appropriate. Discrepancies of 10% or more in aggregate for each clause of inventory were not noticed.
- b. The company has been sanctioned working capital limits in excess of Rs. 5 Cr in aggregate from banks on the basis of security of current assets. The quarterly returns or statements filed by the company with such banks are in agreement with the books of accounts of the company.

3. Investments made, Guarantee/Security provided, or Loans granted

- a. The company has provided loans, or advances in the nature of loans to other companies -
 - There are no subsidiaries, joint ventures, or associates of the Company. Hence no loans, advances or guarantees have been provided to such entities.
 - In case of parties other than subsidiaries, joint ventures, or associates – the aggregate amount given during the year was Rs. 63,953 thousand and the balance outstanding as on the balance sheet date was Rs. 1,65,208 thousand.



Particulars		Guarantees	Security	Loans	Advances in the nature of loans
Aggregate amount granted / provided during the year					
	Subsidiary	Nil	Nil	Nil	Nil
	Joint venture	Nil	Nil	Nil	Nil
	Associate	Nil	Nil	Nil	Nil
	Others	Nil	Nil	640	Nil
Balance Outstanding as at balance sheet date in respect of above cases					
	Subsidiary	Nil	Nil	Nil	Nil
	Joint venture	Nil	Nil	Nil	Nil
	Associate	Nil	Nil	Nil	Nil
	Others	Nil	Nil	1,652	Nil

- b. The terms and conditions of such loans granted are not prejudicial to the interest of the company.
- c. In respect of loans and advances and advances in the nature of loans, the schedule of repayment of principal and payment of interest has been stipulated and the repayments and receipts are regular.
- d. No amount is overdue for more than 90 days. No reasonable steps are required to be taken by the company for recovery of principal and interest.
- e. No loans – which have fallen due during the year – have been renewed or extended or fresh loans granted to settle the overdue of existing loans given to the same parties.
- f. Company has granted loans or advances in the nature of loans which are either repayable on demand or without specifying the term or period of repayment as given below –

Particulars	All parties	Promoters	Related parties
Aggregate amount of loans or advances in the nature of loans -			
Repayable on demand	Nil	Nil	Nil
Terms or period of repayment not specified	Nil	Nil	1,652
Total A + B	Nil	Nil	1,652

Particulars	All parties	Promoters	Related parties
Total loans or advances in the nature of loans	Nil	Nil	1,652
Percentage to total loans	0%	0%	100%

4. Loans to Directors, Investment, Guarantees & Security by Company

- a) Company has not granted any loans or given guarantees or provided any security in connection with the loan – directly or indirectly - to Directors or any other person in whom Directors are interested in contravention of Section 185 of Companies Act 2013.
- b) Company has not granted any loan or given guarantee or made investment or provided security in contravention of Section 186 of Companies Act 2013.

5. Deposits

- a) The Company has not accepted any deposits. Hence our comments on compliance of the directives of Reserve Bank of India, provisions of Sec.73 to 76 or any other relevant provisions of the Companies Act 2013 & the rules framed there under are not required.
- b) The nature of contravention - not applicable.
- c) No order has been passed by Company Law Board, or National Company Law Tribunal or Reserve Bank of India or any court or any other Tribunal requiring any compliance.

6. Cost records –

The Company is required to maintain cost records pursuant to Section 148(1) of the Companies Act 2013.

We have broadly reviewed the books of account maintained by the company pursuant to the Rules made by the Central Government for the maintenance of cost records under section 148 of the Act, and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained.

7. Statutory dues

- a) According to the information & explanations given to us, Company is regular in depositing undisputed statutory dues

including Goods & Service Tax, Provident Fund, Employees' State Insurance, Income-tax, Sales-tax, Service Tax, Custom Duty, Excise Duty, VAT, Cess and any other statutory dues with appropriate authority.

- b) No such undisputed dues were outstanding as at the last day of financial year for a period of more than six months from due date.
- c) No such dues were outstanding on account of any dispute pending with any forum.

8. Disclosures under Income tax –

No amount of any transactions not recorded in the books of accounts have been surrendered or disclosed as incurred during the year in the tax assessments under Income Tax Act,1961.

9. Repayment of loans

- a) The Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.
- b) The company has not been declared as willful defaulter by any bank or FI or any other lender.
- c) The term loans were applied for the purpose for which the loans were obtained. Hence, our comment on amount of loan so diverted and the purpose for which it was used is not required.
- d) The funds raised on short term basis were not utilized for long term purpose. According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the financial statements of the company, we report that no funds raised on short-term basis have been used for long-term purposes by the company.
- e) The company has not taken any funds from any entity or person on account of or to meet the obligation of its subsidiaries, JV or associates.



f) The Company does not have any subsidiaries, joint ventures or associate companies. Hence, we are not required to report whether the company has raised any loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.

10. Utilization of IPO & further public offer

a) The Company has not raised funds by way of IPO or any Public offer (including Debt instrument) during the year.

Hence, our comment on application of funds for the purpose of which those were raised and details of any delays or defaults is not required.

b) The company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year. Hence our comments on compliance of section 42 and 62 of Companies Act, 2013 and utilization of funds for the purpose for which the funds were raised is not required.

11. Fraud

a) No fraud by the company or on the Company has been noticed or reported during the year. Hence our comments on the nature of fraud and the amount involved are not required.

b) No report u/s 143(12) of the Companies Act, 2013 has been filed in form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the central Government.

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

12. Nidhi company

The Company is not a Nidhi Company & hence our comments related to Nidhi Company are not attracted.

13. Related party transactions

All transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.

14. Internal audit

a) In our opinion and based on our examination, the company

has an internal audit system commensurate with the size and nature of its business.

b) We have considered the internal audit reports of the company issued till date, for the period under audit.

15. Non-cash transactions

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

16. Registration with RBI

a) Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and hence, the registration has not been obtained.

b) Company has not conducted any non-banking financial or housing finance activity without a valid certificate of registration from RBI.

c) Company is not a core investment company (CIC) and hence our comments on its continuous fulfilment of criteria of CIC is not required.

d) The group do not have one or more CIC as part of the group.

17. Cash Losses –

The company has not incurred cash loss during the financial year and also in the preceding financial year.

18. Resignation of statutory auditor –

There has been resignation of the statutory auditors during the year and we have taken into consideration the issues, objections or concerns raised by the outgoing auditors.

19. Material uncertainty –

According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material

uncertainty exists as on the date of the audit report that company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.

20. CSR Projects

In respect of other than ongoing projects, the company has spent the amount required to be spent before expiry of the financial year in compliance with provisions of section 135 of the Companies Act 2013 & is not required to transfer the unspent amount to a Fund specified in Schedule VII. The Company has not undertaken any ongoing projects.

21. Qualifications in the consolidated financial statements

The Company is not required to present consolidated financial statements.

The reasons for any of our unfavourable or qualified report/remark are mentioned in the relevant point itself.

Date: 27th May 2022

Place: Pune

**For HMA & Associates
Chartered Accountants
FRN – 100537W**

**CA Anand Joshi
Partner
Membership No. – 113805
UDIN: - 22113805AJSMJ01637**

ANNEXURE 2

ANNEXURE TO THE INDEPENDENT AUDITOR'S REPORT of even date on the financial statements of Aurangabad Distillery Limited

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

We have audited the internal financial controls over financial reporting of Aurangabad Distillery Limited as of March 31, 2022 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to 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 judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls over Financial Reporting

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.

Opinion

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

Date: 27th May 2022

Place: Pune

**For HMA & Associates
Chartered Accountants
FRN - 100537W**

**CA Anand Joshi
Partner
Membership No. - 113805
UDIN: - 22113805AJSMJO1637**

Aurangabad Distillery Limited
(CIN: L55000PN2000PLC177314)
Balance Sheet as at 31 March 2022

(Rs. in Lakhs)

Particulars	Note	31 March 2022	31 March 2021
I. EQUITY AND LIABILITIES			
(1) Shareholders' funds			
(a) Share Capital	4	820	820
(b) Reserves and Surplus	5	4,115	3,216
Total		4,935	4,036
(2) Non-current liabilities			
(a) Long-term Borrowings	6	1,168	1,490
(b) Deferred Tax Liabilities (net)	7	765	792
Total		1,933	2,282
(3) Current liabilities			
(a) Short-term Borrowings	8	2,266	1,988
(b) Trade Payables	9	51	51
- Due to Micro and Small Enterprises		1,721	1,664
- Due to Others		522	270
(c) Other Current Liabilities	10	256	245
(d) Short-term Provisions	11		
Total		4,816	4,218
Total Equity and Liabilities		11,684	10,536
II. ASSETS			
(1) Non-current assets			
(a) Property, Plant and Equipment and Intangible Assets			
(i) Property, Plant and Equipment	12	4,754	4,866
(ii) Capital Work-in-progress		102	27
(b) Non-current Investments	13	-	-
(c) Long term Loans and Advances	14	1,721	1,082
Total		6,577	5,975
(2) Current assets			
(a) Inventories	15	2,425	1,705
(b) Trade Receivables	16	127	166
(c) Cash and Cash Equivalents	17	19	76
(d) Short-term Loans and Advances	18	50	331
(e) Unbilled Revenue		90	-
(f) Other Current Assets	19	2,396	2,283
Total		5,107	4,561
Total Assets		11,684	10,536

See accompanying notes to the financial statements

For and on behalf of the Board

As per our report of even date

For HMA & Associates

Chartered Accountants Firm's
Registration No. 100537W

Dharampal K. Kalani
Managing Director
DIN - 00041021

Amardeepsingh T. Sethi
Wholetime Director
DIN - 00097644

CA Anand D. Joshi
Partner
Membership No. 113805

Uday B. Hemade
Chief Financial Officer

CS. Ankita R. Gandhi
Company Secretary

Place: Pune
Date: 27 May 2022

Place: Aurangabad
Date: 27 May 2022



**Aurangabad Distillery Limited
(CIN: L55000PN2000PLC177314)**

Statement of Profit and loss for the year ended 31 March 2022

(Rs. in Lakhs)

Particulars	Note	31 March 2022	31 March 2021
Revenue from Operations	20	10,101	6,822
Other Income	21	155	181
Total Income		10,256	7,003
 Expenses			
Cost of Material Consumed	22	4,930	3,820
Purchases of Stock in Trade	23	342	-
Change in Inventories of work in progress and finished goods	24	(28)	(86)
Employee Benefit Expenses	25	234	224
Finance Costs	26	309	413
Depreciation and Amortization Expenses	27	342	340
Other Expenses	28	2,834	1,858
Total expenses		8,963	6,569
 Profit/(Loss) before Exceptional and Extraordinary Item and Tax			
Exceptional Item		1,293	434
Profit/(Loss) before Extraordinary Item and Tax		(26)	-
Extraordinary Item		1,319	434
Profit/(Loss) before Tax		-	-
Tax Expenses	29	1,319	434
- Current Tax		444	120
- Deferred Tax		(27)	7
- Excess/Short Provision Written back/off		4	2
Profit/(Loss) for the period		898	305
Earnings Per Share (Face Value per Share Rs.10 each)	30	10.95	3.74
-Basic	30	10.95	3.74
-Diluted			

See accompanying notes to the financial statements

For and on behalf of the Board

As per our report of even date

For HMA & Associates

Chartered Accountants Firm's
Registration No. 100537W

Dharampal K. Kalani

Managing Director
DIN - 00041021

Amardeepsingh T. Sethi

Wholetime Director
DIN - 00097644

CA Anand D. Joshi

Partner

Membership No. 113805

Uday B. Hemade

Chief Financial Officer

CS. Ankita R. Gandhi

Company Secretary

Place: Pune

Date: 27 May 2022

Place: Aurangabad

Date: 27 May 2022

Aurangabad Distillery Limited
(CIN: L55000PN2000PLC177314)
Cash Flow Statement for the year ended 31 March 2022

(Rs. in Lakhs)

Particulars	Note	31 March 2022	31 March 2021
CASH FLOW FROM OPERATING ACTIVITIES			
Net Profit after tax		898	307
Depreciation and Amortisation Expense		342	340
Provision for tax		421	128
Net Loss/(Gain) on Sale of Investments		-	(0)
Non Cash Expenses		-	9
Interest Income		(155)	(181)
Finance Costs		309	408
Operating Profit before working capital changes		1,815	1,011
Adjustment for:			
Inventories		(720)	566
Trade Receivables		39	(164)
Other Current Assets		(562)	12
Trade Payables		57	(41)
Other Current Liabilities		253	(827)
Short-term Provisions		11	-
Cash generated from Operations		893	557
Tax paid(Net)		448	121
Net Cash from Operating Activities		445	436
CASH FLOW FROM INVESTING ACTIVITIES			
Purchase of Property, Plant and Equipment		(304)	(128)
Sale of Property, Plant and Equipment		-	21
Loans and Advances given		-	221
Interest received		155	181
Dividend received		-	-
Net Cash (Used in) Investing Activities		(149)	295
CASH FLOW FROM FINANCING ACTIVITIES			
Proceeds from Issue of Share Capital		-	137
Proceeds from Long Term Borrowings		(322)	208
Proceeds from Short Term Borrowings		278	(625)
Interest Paid		(309)	(408)
Net Cash (Used in) / Generated from Financing Activities		(353)	(688)
Net (Decrease) in Cash and Cash Equivalents		(57)	43
Opening Balance of Cash and Cash Equivalents		76	33
Exchange difference of Foreign Currency Cash and Cash equivalents		-	-
Closing Balance of Cash and Cash Equivalents	17	19	76

Note:

The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Accounting Standard 3 (AS-3), "Cash Flow Statements"

See accompanying notes to the financial statements

As per our report of even date

For HMA & Associates

Chartered Accountants

Firm's Registration No. 100537W

CA Anand D. Joshi

Partner

Membership No. 113805

Place: Pune

Date: 27 May 2022

Dharampal K. Kalani
 Managing Director
 DIN - 00041021

Uday B. Hemade
 Chief Financial Officer

For and on behalf of the Board

Amardeepsingh T. Sethi
 Wholetime Director
 DIN - 00097644

CS. Ankita R. Gandhi
 Company Secretary

Place: Aurangabad
 Date: 27 May 2022



Aurangabad Distillery Limited

Notes forming part of Financial Statement

1. Corporate Information: -

Aurangabad Distillery Limited is a limited company domiciled in India and incorporated on 3rd August 2000 under Companies Act, 1956. The company is engaged in the business of production of distillery variants viz rectified spirits, extra neutral alcohol, and denatured spirits. The company has its registered office at Gat No 45/2, 47/2, 48/2, and 50/2, Village Rangaon (Ranmodwadi), Walchandranagar, Indapur, Pune 413114.

2. Basis of Preparation: -

The financial statements of the company have been prepared under historical cost convention on accrual basis of accounting & in accordance with generally accepted accounting principles in India (Indian GAAP) & the mandatory accounting standards issued by ICAI. The company has prepared these financial statements to comply in all material respects with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

The financial statements are presented in India Rupees 'INR' which is also the Company's functional currency and all values are rounded off to the nearest lakhs except when otherwise indicated. Whenever an amount is presented as INR '0' (zero), it construes amount less than Rs. 50,000/-.

The company has reclassified previous year figures in accordance with the requirements applicable in the current year.

3. Significant Accounting Policies: -

3.1 Basis of accounting

All the significant accounting policies adopted in the preparation and presentation of financial statements have been disclosed, at one place & forms part of the financial statements. The accounting policies, in all material respects, have been consistently applied by the Company. The change in the accounting policies – if any – which has a material effect in the current period has been disclosed. In the case of a change in accounting policies which has a material effect in the current period or later period, the amount by which any item in the financial statements is affected by such change has been ascertained and disclosed in Notes to Financial statements. Where such amount is not ascertainable, wholly or in part, such fact has been indicated.

The fundamental accounting assumption of 'going concern', 'consistency', & 'accrual', has been followed.

3.2 Use of Estimates –

The preparation of financial statements requires the management of the Company to make an estimate & assumptions that affect the reported balances of Assets & Liabilities and disclosure relating to Contingent liabilities as at the date of financial statements & reported amounts of Income & Expenses during the year. Estimates & assumptions used in the preparation of the financial statements are based upon management's evaluation of the relevant facts & circumstances as of the date of the financial statements, which may differ from the actual results at a subsequent date. Difference between the actuals & estimates are recognised in the period in which the results are known/materialised. Change in estimates is disclosed wherever required.

3.3 Cash Flow Statement –

The Cash Flow Statement discloses the cash flows during the period classified by operating, investing and financing activities in a manner which is most appropriate to the business of the company for each period for which financial statements are presented. Reporting of cash flows from operating activities has been made by indirect method.

Extraordinary items: The cash flows associated with extraordinary items have been appropriately classified as arising from operating, investing, or financing activities and separately disclosed.

Interests and Dividends: Separate disclosure of cash flows from interest and dividends received and paid has been made. Taxes on income:

Taxes on income : Cash flows arising from taxes on income are separately disclosed & classified as cash flows from operating activities unless they can be specifically identified with financing and investing activities.

Aurangabad Distillery Limited

Notes forming part of Financial Statement

The enterprise has disclosed the components of cash and cash equivalents together with a commentary by management, the amount of significant cash and cash equivalent balances held by the enterprise that are not available for use by it.

3.4 Revenue Recognition –

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

Sale of goods and services are recognized net of duties, taxes & Sales Returns. Expenditure & income are accounted on accrual basis including provisions/adjustments for committed obligations & amounts determined payable or receivable during the year.

Sales of goods are recognised when property in goods has been transferred to the buyer for a price or all significant risks and rewards of ownership have been transferred to the buyer and the seller retains no effective control of the goods transferred to a degree usually associated with ownership.

The revenue from service is recognised as and when the services are rendered, based on the agreements/ arrangements with the concerned parties net of duties, taxes. Unearned revenue' included in other current liabilities represent billing in excess of revenue recognized. Rental Income is recognized on time proportionate basis over the period of the rent.

Interest is recognized on a time proportion basis considering the amount outstanding and the applicable interest rate. Dividend is recognised when the Company's right to receive dividend is established.

In case of any pending resolution of significant uncertainties, the revenue recognition is postponed & is disclosed separately in the notes.

3.5 Property, Plant & Equipment –

For each class of property, plant and equipment, the company has opted for cost model. Property, Plant & Equipment are stated at cost less depreciation less impairment losses. Cost comprises purchase price, capitalised borrowing cost and subsequent expenditure if it increases the future benefits from the existing asset. Cost has been adjusted to the extent of GST credit available and exchange difference arising on translation / settlement of foreign currency monetary items pertaining to the acquisition of depreciable asset.

In case of derecognition of Property, Plant & Equipment, the difference between the carrying amount and disposal proceeds is accounted as gain / loss in the Statement of Profit & Loss.

Advances paid towards the acquisition of property, plant & equipment, outstanding at each balance sheet date are shown under capital advances. The cost of property, plant & equipment not ready for its intended use on such date, is disclosed under CWIP.

3.6 Depreciation on Property, Plant & Equipment –

The carrying amount of Property, Plant & equipment as on 31st March 2014 is depreciated over remaining useful life of the assets after reassessing the useful life of the asset. The assets acquired on or after 01.04.2014 are depreciated according to the useful life of such asset as specified in Schedule II of Companies Act, 2013. A residual value of 5% of the cost of acquisition is considered while calculating the depreciation.

While accounting the Property, Plant & Equipment, the principle of component accounting is followed in case of significant components of Property, Plant & Equipment and for depreciating the significant components, the useful life of each significant component is considered separately apart from the remaining parts of the Property, Plant & Equipment.



Aurangabad Distillery Limited

Notes forming part of Financial Statement

3.7 Intangible Assets –

Intangible Assets acquired separately & also internally generated are recognised at cost less accumulated amortisation and impairment. Amortisation is done on straight line basis over estimated useful economic life and the amortisation period and method are reviewed at the end of each financial year.

In case of derecognition of Intangible Assets, the difference between the carrying amount and disposal proceeds is accounted as gain / loss in the Statement of Profit & Loss.

3.8 Impairment of Property, Plant & Equipment & Intangible Assets –

The company assesses at each reporting date an indication about impairment of an asset. If any indication exists, the company estimates the asset's recoverable amount. The recoverable amount is determined for individual asset. The recoverable amount is higher of the selling price & value in use of the asset. The value in use is estimated on the basis of estimated future cash flows for next 5 years discounted to the present value by using pre-tax discount rate that reflects time value of the money and the risk specific to the asset. Where the carrying amount of the asset exceeds the recoverable amount, the asset is impaired & is written down to its recoverable value.

Impairment losses are recognised in the Statement of Profit & Loss and the depreciation is provided on the revised carrying amount of the asset after impairment. If the previously recognised impairment losses do not exist or have decreased, the same are reversed and the reversible is limited so that carrying amount does not exceed the recoverable amount.

3.9 Inventories –

Raw materials and Stores & Spares valued at lower of cost or net realizable value. However, these items are considered to be realisable at replacement cost if the finished goods, in which they will be used, are expected to be sold below cost.

Cost of Inventories is computed on a FIFO basis. Cost includes purchase price, (excluding those subsequently recoverable by the enterprise from the concerned revenue authorities), freight inwards and other expenditure incurred in bringing such inventories to their present location and condition.

Work in progress and manufactured finished goods are valued at the lower of cost and net realisable value. Cost of work in progress and manufactured finished goods is determined on the weighted average basis and comprises direct material, Cost of conversion and other costs incurred in bringing these inventories to their present location and condition. Cost of traded goods is determined on a weighted average basis.

Provision of obsolescence on inventories is considered on the basis of management's estimate based on demand and market of the inventories.

Net realizable value is the estimated selling price in the ordinary course of business, less the estimated cost of completion and the estimated costs necessary to make the sale. The comparison of cost and net realizable value is made on item-by-item basis.

3.10 Current assets, loans & advances –

Current Assets, Loans and Advances are approximately of the value stated, if realized in the ordinary course of business.

3.11 Foreign currency transactions –

Foreign Currency transactions are recorded in reporting currency at the exchange rate prevailing on the date of transaction. On the reporting date monetary items are retranslated by using the exchange rate prevailing on the reporting date. Foreign exchange difference related to acquisition of Fixed Assets and loans related to it is adjusted in the carrying amount of Fixed Asset and the loan amount.

Aurangabad Distillery Limited

Notes forming part of Financial Statement

Income or expenditure arising out of exchange fluctuation other than Fixed Assets and loans on such assets is accounted for in the Statement of Profit and Loss

3.12 Government Grants & Subsidies –

Grants and subsidies from the Government are recognised only when there is reasonable assurance that it will be received. When the grant or subsidy relates to the revenue, it is recognised as income in the Statement of Profit and Loss and where the Grant relates to an asset, the same is reduced from the cost of the asset before charging depreciation & when the subsidy is of capital nature but not attributable to any particular asset or group of assets, the same is recognised as Capital reserve.

3.13 Investments –

Investments which are readily realisable and intended to be held for not more than 1 year from the date on which such investments are made are classified as current investments. All other investments are classified as Long-term Investments.

On initial recognition, all investments are measured at cost. The cost comprises Purchase price and directly attributable acquisition charges such as brokerage, fees and duties.

Current investments are carried in the financial statements at lower of cost or fair value determined on an individual investment basis. Long term investments are carried at cost. However, provision for diminution in value is made to recognise a decline other than temporary in the value of investments.

On disposal of investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the Statement of Profit and Loss. TDS on income from Investment is included in Advance taxes paid.

3.14 Investment Property –

Investment in Land or Building which is not intended to be occupied substantially for use in the operations of the company is classified as Investment Property. Investment properties are stated at cost less accumulated depreciation and impairment losses. Depreciation and impairment loss policy as stated above is followed for calculation. On disposal of the Investment Property, the difference between its carrying amount and the net disposal proceeds is charged / credited to Statement of Profit and Loss.

3.15 Employee benefits –

Employee benefits include provident fund, employee state insurance, gratuity and leave encashment & bonus.

The Company provides for retirement benefits in the form of gratuity. Benefits payable to eligible employees with respect to gratuity, a defined benefit plan, is accounted for on the basis of an actuarial valuation as at the Balance Sheet date. Leave encashment due is provided on the basis of actuarial valuation.

Contributions made to approved scheme of provident fund is a defined contribution plan and is charged to Statement of Profit and Loss on accrual basis. Bonus is provided in the books of accounts as per the provisions of Code on Wages 2019.

3.16 Borrowing cost –

Borrowing cost includes interest, amortisation of ancillary costs incurred in connection with the arrangement of borrowing & exchange differences arriving from foreign currency borrowing to the extent they are regarded as an adjustment to the interest cost.

Borrowing costs that are directly attributable to the acquisition, construction or production of an asset that takes a substantial period of time to get ready for its intended use are capitalised. All other borrowing costs are recognised as expenditure in the period in which they are incurred.



Aurangabad Distillery Limited

Notes forming part of Financial Statement

3.17 Segment Reporting

The segment reporting is done assuming two segments – Business segment as primary segment & geographical segment as secondary segment. The segment reporting includes segment-wise revenue, expenses, assets & liabilities & accounting policies. Unallocated items include general corporate income and expense items, which are not allocated to any business segment. The disclosures are given as per AS 17.

3.18 Related Party Disclosure

All related party transactions are reported irrespective of the fact whether such transactions have adversely affected financial position and operating results of the company. The related parties are reported even when there are no transactions with such parties.

Related parties include –

- Enterprises that are under common control – Directly or indirectly.
- Associates and JVs.
- Individuals having interest in voting power of the enterprise that gives them control and significant influence over the enterprise and relatives of such individuals.
- Key management personnel (KMP) and their relatives having significant influence over the enterprise.

The transactions include -

- Sale and purchase of goods and fixed assets and services
- Agency arrangements Leased and hire purchase transactions.
- Transfer of R & D
- License agreements
- Financial transactions – Loans, equity, guarantee, collaterals
- Management contracts including deputation of employees.
- The disclosures are given as per AS 18.

3.19 Leases

As a Lessee: -

Finance leases, which effectively transfers to the Company substantially all the risks and benefits incidental to ownership of the leased item, are capitalized at the inception of the lease term at the lower of the fair value of the leased property and present value of minimum lease payments. Lease payments are apportioned between the finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognized as finance costs in the Profit and Loss Account. Lease management fees, legal charges and other initial direct costs of lease are capitalized.

A leased asset is depreciated on a straight-line basis over the useful life of the asset assessed by the management. However, if there is no reasonable certainty that the Company will obtain the ownership by the end of the lease term, the capitalized asset is depreciated on a straight-line basis over the shorter of the estimated useful life of the asset.

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

As a Lessor: -

Leases in which the Company transfers substantially all the risks and benefits of ownership of the asset are classified as finance leases. Assets given under finance lease are recognized as a receivable at an amount equal to the net investment in the lease. After initial recognition, the Company apportions lease rentals between the principal repayment and interest income so as to achieve a constant periodic rate of return on the net investment outstanding in respect of the finance lease. The interest income is recognized in the Profit and Loss Account. Initial direct costs such as legal costs, brokerage costs, etc. are recognized immediately in the Profit and Loss Account.

Aurangabad Distillery Limited

Notes forming part of Financial Statement

Leases in which the Company does not transfer substantially all the risks and benefits of ownership of the asset are classified as operating leases. Assets subject to operating leases are included in property, plant and equipment assets. Lease income on an operating lease is recognized in the Profit and Loss Account on a straight-line basis over the lease term. Costs, including depreciation, are recognized as an expense in the Profit and Loss Account. Initial direct costs such as legal costs, brokerage costs, etc. are recognized immediately in the Profit and Loss Account.

3.20 Earnings per share –

The earnings considered in ascertaining the Company's earnings per share are net profit after tax. The number of shares is considered on weighted average basis. Partly paid equity shares are treated as fraction of equity share to the extent they are entitled to participate in dividends. For the purpose of calculating dilutive EPS, the net profit attributable to equity shareholders and weighted average number of shares are adjusted for the effect of Dilutive Potential Equity shares.

3.21 Taxes on Income –

Provision for current Income Tax is determined in accordance with the provisions of Income Tax Act 1961. Minimum Alternate Tax (MAT) paid / provided in the year is charged to the Statement of Profit and Loss as current Tax. Deferred Tax – subject to materiality – is recognized on timing differences, being the difference between the taxable income & the accounting income that originate in one period & are capable of reversal in one or more subsequent periods. Deferred tax asset is recognized & carried forward only to the extent that there is a virtual certainty that the asset will be realized in future.

3.22 Indirect Taxes –

The amounts of output liability & amounts claimed by the company as eligible input tax credit under the CGST Act, SGST Act, IGST Act, as per the books of account of the company is subject to reconciliation & correction – if any – which will be done while filing of the GST Annual return in Form GSTR 9 - to be filed before due date.

3.23 Provisions, Contingent Liabilities & Commitments and Contingent assets –

Provisions in respect of present obligations arising out of past events are made in accounts when reliable estimates can be made of the amounts of obligations. Provisions are not discounted to their present value and reviewed at each reporting date. Contingent liabilities & commitments are not accounted but disclosed separately. Contingent assets are neither accounted nor disclosed in the financial statements.

3.24 Contingencies and events occurring after the Balance Sheet date –

The existence and nature of the contingency is disclosed separately. In case where the potential loss to an enterprise can be reduced or avoided because a contingent liability is matched by a related counterclaim, the amount of the provision on account of contingent liability is determined after taking into account the probable counterclaim if no significant uncertainty as to its measurability or collectability exists.

The existence and amount of guarantees, obligations arising from discounted bills of exchange and similar obligations undertaken by an enterprise have been disclosed in financial statements by way of notes.

3.25 Net profit or loss for the period, prior period items and changes in accounting policies –

Profit or loss from ordinary activities & extraordinary items have been disclosed on the face of the statement of profit and loss. Extraordinary items have been disclosed in the statement of profit and loss as part of net profit or loss for the period & the nature and the amount of each extraordinary item have been separately disclosed.

The nature and the amount of a change in an accounting estimate which has a material effect in the current period & subsequent period have been disclosed or if it is impracticable to quantify the amount, that fact has been disclosed.



Aurangabad Distillery Limited

Notes forming part of Financial Statement

3.26 Discontinuing operations -

The discontinuing operations include such operations which are discontinued pursuant to single plan or which represent major segment, or which can be distinguished operationally or financially. The Company has not discontinued any of its operations during the year.

3.27 Interim financial reporting -

Interim Financial Reporting is applicable to the Company as per SEBI rules. The Company gives condensed set of the financial statements in the interim reporting which includes Balance Sheet, Statement of Profit & Loss, Cash flow statement, notes and other explanatory material & Comments about seasonality of interim operations – if any.

In case of Balance Sheet, the period covered is end of current interim period & comparative Balance Sheet as at the end of immediately preceding financial year.

In case of Statement of Profit & Loss, the period covered is current interim period, cumulative for current financial year to date, comparative Profit & Loss for the comparable interim period of immediately preceding financial year & comparative year to date Profit & Loss of immediately preceding financial year.

In case of cash flow statement, the period covered is current financial year to date & comparative statement for the comparable year to date period of immediately preceding financial year.

Aurangabad Distillery Limited

Notes forming part of Financial Statement

4. Share Capital

(Rs. in lakhs)

Particulars	31 March 2022	31 March 2021
Authorised Share Capital Equity Shares, Rs. 10 par value, 9000000 (Previous Year -9000000) Equity Shares	900	900
Issued, Subscribed and Fully Paid up Share Capital Equity Shares, Rs. 10 par value 8200000 (Previous Year -8200000) Equity Shares paid up	820	820
Total	820	820

1. Shares held by Holding / ultimate Holding company and / or their subsidiaries / associates - Nil
2. Shares reserved for issue under options - Nil
3. Aggregate number of bonus shares issued, shares issued for consideration other than cash and shares bought back during the period of 5 years immediately preceding the reporting date - Nil
4. Securities convertible into equity/preference shares issued - Nil
5. There are no unpaid calls or forfeited shares.

(i) Reconciliation of number of shares

Particulars	31 March 2022		31 March 2021	
	No. of shares	(' in lakhs)	No. of shares	(' in lakhs)
Equity Shares				
Opening Balance	82,00,000	820	82,00,000	820
Issued during the year	-	-	-	-
Deletion during the year	-	-	-	-
Total	82,00,000	820	82,00,000	820

(ii) Rights, preferences and restrictions attached to shares

Equity Shares: The Company has one class of equity shares. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

(iii) Details of Shares held by shareholders holding more than 5% of the aggregate shares in the company

Particulars	31 March 2022		31 March 2021	
	No. of shares	(' in %)	No. of shares	(' in lakhs)
Equity Shares				
Amardeepsingh T. Sethi	972000	11.85%	597000	7.28%
Baljitskaur R. Sethi	525000	6.40%	525000	6.40%
Hiralal K. Kalani	990000	12.07%	990000	12.07%
Dharampal K. Kalani	1062000	12.95%	1062000	12.95%
Kanyalal K. Kalani	1020000	12.44%	1020000	12.44%
Ramanjitskaur H. Sethi	525000	6.40%	525000	6.40%
Jagjitskaur A. Sethi	525000	6.40%	525000	6.40%

Shares held by Promoters at the end of the year 31 March 2022

Particulars	Class of Shares	No. of Shares	% of total shares	% Change during the year
Ratansingh T. Sethi	Equity	375000	4.57%	
Hirasingh T. Sethi	Equity	150000	1.83%	
Amardeepsingh T. Sethi	Equity	972000	11.85%	4.57%
Baljitskaur R. Sethi	Equity	525000	6.40%	
Hiralal K. Kalani	Equity	990000	12.07%	
Dharampal K. Kalani	Equity	1062000	12.95%	
Kanyalal K. Kalani	Equity	1020000	12.44%	
Ramanjitskaur H. Sethi	Equity	525000	6.40%	
Jagjitskaur A. Sethi	Equity	525000	6.40%	
Memkur T. Sethi	Equity	0	0.00%	-4.57%



Aurangabad Distillery Limited

Notes forming part of Financial Statement

Shares held by Promoters at the end of the year 31 March 2021

Particulars	Class of Shares	No. of Shares	% of total shares	% Change during the year
Ratansingh T. Sethi	Equity	375000	4.57%	
Hirasingh T. Sethi	Equity	150000	1.83%	
Amardeepsingh T. Sethi	Equity	597000	7.28%	
Baljitkaur R. Sethi	Equity	525000	6.40%	
Hiralal K. Kalani	Equity	990000	12.07%	
Dharampal K. Kalani	Equity	1062000	12.95%	
Kanyalal K. Kalani	Equity	1020000	12.44%	
Ramanjitskaur H. Sethi	Equity	525000	6.40%	
Jagjitkaur A. Sethi	Equity	525000	6.40%	
Memkur T. Sethi	Equity	375000	4.57%	

5. Reserves and Surplus

(Rs. in lakhs)

Particulars	31 March 2022	31 March 2021
Securities Premium		
Opening Balance	550	550
Closing Balance	550	550
Statement of Profit and loss		
Balance at the beginning of the year	2,667	2,360
Add: Profit during the year	898	307
Balance at the end of the year	3,565	2,667
Total	4,115	3,217

6. Long term borrowings

(Rs. in lakhs)

Particulars	31 March 2022	31 March 2021
Secured Term loans from banks		
-HDFC Bank Loan (ECLGS) - 2823	317	565
-HDFC Bank Loan (ECLGS) EX - 8178	282	-
-HDFC Bank Term Loan No. 9 - 3886	44	-
-HDFC Bank Term Loan No. 2 - 1350	-	118
-HDFC Bank Term Loan No. 4 - 0375	15	77
-HDFC Bank Term Loan No. 5 - 2195	145	385
-HDFC Bank Term Loan No. 8 - 3417	365	-
Unsecured Loans and advances from related parties	-	345
-Inter - Corporate Loan	-	
Total	1,168	1,490

Aurangabad Distillery Limited

Notes forming part of Financial Statement

Particulars of Borrowings

Type of loan from HDFC Bank	Sanctioned Amount	Rate of Interest	Tenure of loan	EMI
HDFC Bank Loan (ECLGS) - 2823	567	8.25%	48 months from 07/11/2020 including moratorium of 12 months for payment of principal.	18
HDFC Bank Term Loan No. 2 - 1350	469	7.80%	78 months from 07/04/2017	8
HDFC Bank Term Loan No. 3 - 4044	3	7.80%	55 months from 07/04/2017	0
HDFC Bank Term Loan No. 4 - 0375	300	7.80% till Jan-22 and 7.25% from Feb-22	60 months from 07/07/2018	6
HDFC Bank Term Loan No. 5 - 2195	1,000	7.80% till Jan-22 and 7.25% from Feb-22	59 installments from 07/11/2018 including moratorium of 10 months for payment of principal.	25
HDFC Bank Loan (ECLGS) EX - 8178	282	8.25%	60 months from 07/02/2022	18
HDFC Bank Term Loan No. 8 - 3417	419	7.25%	66 months from 07/01/2022 including moratorium of 6 months for payment of principal.	3
HDFC Bank Term Loan No. 9 - 3886	188	7.80% till Jan-22 and 7.25% from Feb-22	26 months from 07/08/2021	8

1. Loan from HDFC Bank is a blanket sanction of Rs. 5096.30 lakhs towards working capital and term loan for Ethanol project.
2. The loan is primarily secured by industrial property at Gat No. 45/2, 47/2, 48/2 and 50/2, Village Ranmodwadi, Walchandnagar, Taluka Indapur, Dist. Pune; Fixed Deposit for BG and LC, Plant & Machinery, Sotck and Debtors.
3. The loan is further collaterally secured by personal guarantees of Directors and corporate guarantees of Metri Spirits Private Limited and Satyam Spirits Private Limited.
4. The loan is guaranteed by the Directors Mr. Dharmapal K Kalani, Kanyalal K Kalani, Amardeepsingh T. Sethi and Jagjitkaur A. Sethi.
5. Amount of "Current maturities of long term debt" is disclosed under the head "Short Term Borrowings" in Note No. 8.
6. The Company has not defaulted on repayment of Loan and Interest.

7. Deferred tax liabilities Net

(Rs. in lakhs)

Particulars	31 March 2022	31 March 2021
Deferred Tax Liability	765	792
Total	765	792



Aurangabad Distillery Limited

Aurangabad Distillery Limited Notes forming part of Financial Statement

Significant components of Deferred Tax

(Rs. in lakhs)

Particulars	31 March 2022	31 March 2021
Deferred Tax Liability		
Difference between book depreciation and tax depreciation	137	137
Other Timing Differences	655	657
Difference due to change in Rate	37	-
Gross Deferred Tax Liability (A)	829	794
Deferred Tax Asset		
Difference between book depreciation and tax depreciation	6	2
Other Timing Differences	58	
Gross Deferred Tax Asset (B)	64	2
Net Deferred Tax Liability (A)-(B)	765	792

Significant components of Deferred Tax charged during the year

(Rs. in lakhs)

Particulars	31 March 2022	31 March 2021
Difference between book depreciation and tax depreciation	(6)	9
Other Timing Differences	(58)	(2)
Difference due to change in Tax Rate	37	
Total	-27	7

8. Short term borrowings

(Rs. in lakhs)

Particulars	31 March 2022	31 March 2021
Current maturities of long-term debt		
-HDFC Bank Loan (ECLGS) - 2823	180	-
-HDFC Bank Term Loan No. 9 - 3886	88	-
-HDFC Bank Term Loan No. 2 - 1350	-	95
-HDFC Bank Term Loan No. 4 - 0375	71	75
-HDFC Bank Term Loan No. 5 - 2195	278	300
-HDFC Bank Term Loan No. 8 - 3417	54	-
-HDFC Bank WCDL	-	280
Secured Loans repayable on demand from banks		
-HDFC Bank - Overdraft	1,595	1,238
Total	2,266	1,988

Particulars of Borrowings

(Rs. in lakhs)

Type of loan from HDFC Bank	Rate of Interest	31 March Sanctioned Amount 2021
HDFC Bank - Overdraft	7.25%	15

1. In case of current maturities of short term borrowings, the nature of security & terms of repayment are disclosed under Note No. 6."Long term borrowings"
2. The overdraft facility from HDFC Bank Limited forms part of the blanket sanction as mentioned in Note No. 6.The loan is extended by the bank for a period of 12 months. The loan is repayable on demand and renewable on 15/02/2023.
3. The Company has not defaulted in repayment of any loan or interest.

Aurangabad Distillery Limited

Notes forming part of Financial Statement

9 Trade payables

(Rs. in lakhs)

Particulars	31 March 2022	31 March 2021
Due to Micro and Small Enterprises		
Due to others		
-Creditors for Capital Goods		
-Others		
Total	1,772	1,715

9.1 Trade Payable ageing schedule as at 31 March 2022

(Rs. in lakhs)

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	
MSME	51				51
Others	523				523
Disputed dues- MSME		0			0
Disputed dues- Others		12			12
Total	523	12	304	882	1,772
MSME - Undue					
Others - Undue					
Total					1,772

9.2 Trade Payable ageing schedule as at 31 March 2021

(Rs. in lakhs)

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	
MSME	51				51
Others	236				236
Disputed dues- MSME		0			0
Disputed dues- Others		306			306
Total	51	0	1,119	3	1,664
MSME - Undue					
Others - Undue					
Total					1,715

10. Other current liabilities

(Rs. in lakhs)

Particulars	31 March 2022	31 March 2021
Income received in advance		
Other payables		
-GST Payable		
-TDS Payable		
Advance Received on Account of Taxes		
Total	522	270



Aurangabad Distillery Limited
Notes forming part of Financial Statement

11. Short term provisions

(Rs. in lakhs)

Particulars	31 March 2022	31 March 2021
Provision for employee benefits	95	95
Others		
-Provision for Expenses	51	59
-Provision for Income Tax	110	91
Total	256	245

Aurangabad Distillery Limited

Notes forming part of Financial Statement

12. Property, Plant and Equipment

(Rs. in lakhs)

Particulars	Gross Block				Gross Block		N Block As on 31-Mar-22	
	As on 01-Apr-21	Addition	Deduction	As on 31-Mar-22	As on 01-Apr-21	for the year	Deduction	As on 31-Mar-22
(i) Property, Plant and Equipment								
Factory Building	301	-	-	301	118	10	-	128
Office Building	38			38	8	1		8
Temporary Shed for Bagasse	11			11	11			11
Plant & Machinery	6,714	404	200	6,918	2,101	320	25	2,395
Vehicle	83			83	58	8		66
Tractor	15			15	12	2		14
Office Equipment	4			4	4	1		4
Furniture & Fittings	18			18	5	2		7
Computers	3	0		3	3	0		3
	7,187	404	200	7,391	2,320	342	25	2,637
	7,135	222	170	7,187	1,992	340	12	2,320
(ii) Capital Work-in-progress								101
								28

- Life of the assets is taken as prescribed in Sch. II of Companies Act 2013 except for Plant & Machinery which is taken at 20 years. The Management has Chartered Engineer's certificate to that effect.
- Property, Plant & Equipment given on lease - Nil
- Assets retired from active use & held for disposal - Nil
- Assets acquired through business combinations - Nil
- None of the assets have been revalued or impaired during the year.
- Net exchange differences arising on the translation of the financial statements of a non-integral foreign operation in accordance with AS 11 - Nil
- Term Loan from HDFC Bank is secured by hypothecation of Plant & Machinery and immovable property at Gat No. 45/2, 47/2, 48/2 and 50/2, Village Ramnodwadi, Walchandnagar, Taluka Indapur, Dist. Pune. The amount of charge created on these assets is Rs. 5,378 lakhs. The term loans amount outstanding as on 31/3/2022 are Rs.1,839 lakhs (P.Y. 1,895 lakhs) and overdraft facility outstanding as on 31/03/2022 is Rs.1,598 lakhs (P.Y. 1,238 lakhs).
- The amount of expenditure recognized in the carrying amount of an item of Property, Plant & Equipment in the course of its construction during the current financial year - Nil
- The amount of compensation from third parties for items of Property, Plant & Equipment that were impaired, lost or given up that is included in the statement of profit and loss - Nil
- Spare Parts capitalized from Inventory of the company - Nil
- There are no changes in accounting estimates with respect to residual value or useful life or depreciation method which have effect on current or subsequent periods.
- The depreciation is calculated on single shift basis. In case of more than single shift, the depreciation are appropriately adjusted.
- The subsidy of Rs. 5.61 lakhs is received against expansion of plant. The same was reduced from Cost of Plant & Machinery before charging the depreciation for the year.
- The title deeds of all the immovable properties capitalised are in the name of the Company.

Aurangabad Distillery Limited
Notes forming part of Financial Statement



Aurangabad Distillery Limited

(ii) Capital Work-in-progress

Particulars	31 March 2022	31 March 2022
Opening Balance		28
Add: Addition during the year		122
Less: Capitalised during the year		477
		128
		404
		222
Closing Balance	101	28

(Rs. in lakhs)

Capital Work-in-Progress Aging Schedule

Particulars	Amount in CWIP for a period of			Total	Amount in CWIP for a period of			Total
	Less than 1 year	1 -2 Years	2-3 Years		Less than 1 year	1 -2 Years	2-3 Years	
Projects in progress	74	28	-	-	101	74	28	-
Projects temporarily suspended	-	-	-	-	-	-	-	28

(Rs. in lakhs)

Aurangabad Distillery Limited

Notes forming part of Financial Statement

13. Non current investments

(Rs. in lakhs)

Particulars	31 March 2022	31 March 2021
Total	-	-

13.1 Details of Investments

(Rs. in lakhs)

Name of Entity	No of Shares	31 March 2022	31 March 2021
Shares of Saraswat Co-op Bank Ltd at face value of Rs. 10/-	2500	0	0

1. There are no significant restrictions on the right of ownership, realisability of investments or the remittance of income and proceeds of disposal.

14. Long term loans and advances

(Rs. in lakhs)

Particulars	31 March 2022	31 March 2021
Loans and advances to related parties		
-Inter - Corporate Loan	1,652	1,012
Other loans and advances (Unsecured, considered good)		
-Deposit - Baramati Court	1	1
-Deposit - others	-	1
-Deposit Irrigation (AACL)	1	1
-Deposit Irrigation (ADPL)	1	1
-Deposit MSEB (AACL)	66	66
Total	1,721	1,082

1. Inter-corporate loans are given to companies in which the directors are interested.
2. The interest charged on these loans is at 12% p.a., payable monthly.
3. Since the tenure of the loan and terms of repayment are not specified, the same is repayable on demand.
4. Allowance for Bad & doubtful loans & advances has not been provided.

15. Inventories

(Rs. in lakhs)

Particulars	31 March 2022	31 March 2021
Raw materials		
Work-in-progress	1,931	1,248
Finished goods	49	67
Stores and spares	399	353
	46	37
Total	2,425	1,705

16. Trade receivables

(Rs. in lakhs)

Particulars	31 March 2022	31 March 2021
Unsecured considered good	127	166
Total	127	166



Aurangabad Distillery Limited

Notes forming part of Financial Statement

16.1 Trade Receivables ageing schedule as at 31 March 2022

(Rs. in lakhs)

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	
Undisputed Trade receivables-considered good	96	9	21	2	0	127
Undisputed Trade Receivables-considered doubtful						-
Disputed Trade Receivables considered good						-
Disputed Trade Receivables considered doubtful						-
Sub total						127
Undue - considered good						
Undue - considered doubtful						
Provision for doubtful debts						
Total						127

16.2 Trade Receivables ageing schedule as at 31 March 2021

(Rs. in lakhs)

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	
Undisputed Trade receivables-considered good	152	12	2	-	0	166
Undisputed Trade Receivables-considered doubtful						-
Disputed Trade Receivables considered good						-
Disputed Trade Receivables considered doubtful						-
Sub total						166
Undue - considered good						
Undue - considered doubtful						
Provision for doubtful debts						
Total						166

1. Dues from firms or companies in which directors are interested are disclosed in Note No 35 (iii)

17. Cash and cash equivalents

(Rs. in lakhs)

Particulars	31 March 2022	31 March 2021
Cash on hand	2	9
Balances with banks in current accounts	3	53
Sub-Total	5	62
Other Bank Balances		
Deposits with original maturity for more than 3 months but less than 12 months	6	-
Deposits with original maturity for more than 12 months	8	14
Total	19	76

Aurangabad Distillery Limited

Notes forming part of Financial Statement

1. Cash & cash equivalent balances not available for use-Rs. 14 Lakhs

18. Short term loans and advances

(Rs. in lakhs)

Particulars	31 March 2022	31 March 2021
Advance Income Tax (Net of provision for taxes)	46	327
Balances with Government Authorities	4	4
Total	50	331

19. Other current assets

(Rs. in lakhs)

Particulars	31 March 2022	31 March 2021
Advances to Employees	-	1
GST Receivable	553	480
Interest receivable	26	13
Prepaid Expenses	40	49
Trade Advance	1,754	1,717
VAT Refund Receivable	23	23
Total	2,396	2,283

Assets other than property, plant & equipment, Intangible assets and non-current investments that do not have a value on realization in the ordinary course of business at least equal to the amount at which they are stated - Nil

20. Revenue from operations

(Rs. in lakhs)

Particulars	31 March 2022	31 March 2021
Sale of products		
-Manufacturing - Domestic	9,111	5,264
-Manufacturing - Export	367	1,211
-Trading	496	-
Sale of services		
-Manufacturing Services	37	347
-Unbilled Revenue	90	-
Total	10,101	6,822

1. Postponement of revenue on account of significant uncertainties - Nil.

2. Circumstances which necessitate postponement of revenue - NA

21. Other Income

(Rs. in lakhs)

Particulars	31 March 2022	31 March 2021
Interest Income	155	181
Total	155	181



Aurangabad Distillery Limited

Notes forming part of Financial Statement

22. Cost of Material Consumed

(Rs. in lakhs)

Particulars	31 March 2022	31 March 2021
Raw Material Consumed		
Opening stock	1,248	1,911
Purchases	5,290	2,952
Less: Closing stock	1,931	1,248
Total	4,608	3,615
Stores & Spares consumed		
Opening stock	37	26
Purchases	331	216
Less: Closing stock	46	37
Total	322	205
Total	4,930	3,820

23. Purchases of stock in trade

(Rs. in lakhs)

Particulars	31 March 2022	31 March 2021
Trading Purchases	342	-
Total	342	-

24. Change in Inventories of work in progress and finished goods

(Rs. in lakhs)

Particulars	31 March 2022	31 March 2021
Opening Inventories		
Finished Goods	353	330
Work-in-progress	67	5
Less: Closing Inventories		
Finished Goods	399	353
Work-in-progress	49	67
Total	(28)	(86)

25. Employee benefit expenses

(Rs. in lakhs)

Particulars	31 March 2022	31 March 2021
Salaries and wages		
-Directors Remuneration	60	60
-Employers Contribution for Compensation	11	-
-Salaries and Wages	150	151
Contribution to provident and other funds	11	11
Staff welfare expenses	2	2
Total	234	224

Aurangabad Distillery Limited

Notes forming part of Financial Statement

Defined Contribution Plan

Particulars	31 March 2022	31 March 2021	(Rs. in lakhs)
Employers Contribution to Provident Fund	3	3	
Employers Contribution to Pension Scheme 1995	5	5	
Employers Contribution to Superannuation Fund	-	-	
Employers Contribution to Employee State Insurance	-	-	
Employers Contribution to Labour Welfare Fund	0	0	

Defined Benefit Plan

Changes in the present value of the defined benefit obligation in respect of Gratuity (unfunded)

Particulars	31 March 2022	31 March 2021	(Rs. in lakhs)
Defined Benefit Obligation at beginning of the year	61		
Current Service Cost	3		
Interest Cost	4		
Actuarial (Gain) / Loss	1		
Defined Benefit Obligation at year end	69		

Reconciliation of present value of defined benefit obligation and fair value of assets

Particulars	31 March 2022	31 March 2021	(Rs. in lakhs)
Present value obligation as at the end of the year	69		
Fair value of plan assets as at the end of the year	-		
Funded status/(deficit) or Unfunded net liability	(69)		
Experience (Gain) or Loss on Plan liabilities	4		
Amount classified as:			
Short term provision	8		
Long term provision	60		

Expenses recognized in Profit and Loss Account

Particulars	31 March 2022	31 March 2021	(Rs. in lakhs)
Current service cost	3		
Interest cost	4		
Net actuarial loss/(gain) recognized during the year	(1)		
Total expense recognised in Profit and Loss	6		

Actuarial assumptions

Particulars	31 March 2022	31 March 2021
Discount Rate	7.00%	
Expected Rate of increase in Compensation Level	7.00%	
Mortality Rate	IALM(2012-14)	
Retirement Rate	58 Years	
Average Attained Age	49	
Withdrawal Rate	2.00%	

General Description of the Plan

1. The Company provides for gratuity, a defined benefit retirement plan covering eligible employees. The gratuity plan provides a lumpsum payment to vested employees at retirement, death, incapacitation or termination of employment of an amount based on respective employees' salary and tenure of employment with the Company. Liabilities with regard to the gratuity plan are determined by actuarial valuation performed by an independent actuary at each Balance sheet date using 'Projected Unit Credit' method.

2. The gratuity liability is unfunded and is accounted for on the basis actuarial valuation.



Aurangabad Distillery Limited

Notes forming part of Financial Statement

Leave Encashment

Reconciliation of present value of defined benefit obligation

(Rs. in lakhs)

Particulars	31 March 2022	31 March 2021
Present value obligation as at the beginning of the year	-	
Increase/ (Decrease) in interest cost, current service cost and actuarial (gain)/loss	14	
Present value obligation as at the end of the year	14	
Amount classified as:		
Short term provision	2	
Long term provision	12	

Actuarial assumptions

(Rs. in lakhs)

Particulars	31 March 2022	31 March 2021
Discount Rate	7.00%	
Expected Rate of increase in Compensation Level	7.00%	
Mortality Rate	IALM(2012-14) ult	
Retirement Rate	58 Years	
Average Attained Age	46.44 years	
Withdrawal Rate (p.a.)	2.00%	

General Description of the Plan

- The Company provides for leave encashment, a defined benefit obligation covering eligible employees. The leave encashment plan provides a lumpsum payment to vested employees at retirement, death, incapacitation or termination of employment of an amount based on respective employees' salary and number of unused leaves accumulated during the tenure of employment with the Company. Liabilities with regard to the leave encashment plan are determined by actuarial valuation performed by an independent actuary at each Balance sheet date using 'Projected Unit Cost' method.
- The leave encashment liability is not funded. Hence, there is no gain or loss on the plan assets. However, the actuarial gain or loss as reported arises on account of changes in actuarial assumptions and/or demographic changes in the population profile.

Aurangabad Distillery Limited

Notes forming part of Financial Statement

26. Finance costs

(Rs. in lakhs)

Particulars	31 March 2022	31 March 2021
Interest expense		
-Interest on Inter-corporate Loans	70	143
-Interest on Term Loan	144	162
-Interest on Working Capital Loans	84	103
Other borrowing costs		
-Bank Charges	11	5
Total	309	413

27. Depreciation and amortization expenses

(Rs. in lakhs)

Particulars	31 March 2022	31 March 2021
Depreciation	342	340
Total	342	340

28. Other expenses

(Rs. in lakhs)

Particulars	31 March 2022	31 March 2021
Auditors' Remuneration	4	1
Administrative expenses	5	19
Advertisement	2	1
Commission	9	39
Conveyance expenses	-	1
Freight Inward	826	522
Freight outward	261	181
Insurance	18	19
Manufacturing Expenses	55	40
Power and fuel	1,147	692
Professional fees	36	16
Rent	11	11
Repairs to machinery	56	27
Repairs others	31	41
Rates and taxes	55	41
Selling & Distribution Expenses	58	52
Travelling Expenses	4	8
Miscellaneous expenses	2	2
Donation	9	5
Internal Auditor's Remuneration	1	1
Labour Charges	25	11
Labour Charges (Contractor)	72	62
Licence Fee	13	12
Preliminary Expenses W/off	-	9
Water Charges	134	79
Total	2,834	1,858

29. Tax Expenses

(Rs. in lakhs)

Particulars	31 March 2022	31 March 2021
Current Tax		
-Mat Credit Entitlements	213	29
-Provision for Income Tax-Current	231	91
Deferred Tax		
-Provision for Income Tax- Deferred	(27)	7
Excess/Short Provision Written back/off		
-Provision for Income Tax Short / (Excess)	4	2
Total	421	129

Aurangabad Distillery Limited

Notes forming part of Financial Statement

30. Earning per share

Particulars	31 March 2022	31 March 2021
Profit attributable to equity shareholders (' in lakhs)	898	307
Weighted average number of equity shares	82,00,000	82,00,000
Earnings per share basic (Rs)	10.95	3.74
Earnings per share diluted (Rs)	10.95	3.74
Face value per equity share (Rs)	10	10

31. Auditors' Remuneration

(Rs. in lakhs)

Particulars	31 March 2022	31 March 2021
Payments to auditor as		
- Auditor	4	1
Total	4	1

32. Contingent Liabilities and Commitments

(Rs. in lakhs)

Particulars	31 March 2022	31 March 2021
Claims against the Company not acknowledged as debt		
- Income tax demands	2	-
- Indirect tax demands	1,782	1,782
Bank Guarantee	5	25
Total	1,789	1,807

1. Contingent liability on account of income tax demands relate to short deduction of TDS Rs. 0.64 lakh, short payment of TDS Rs. 0.07 lakh, Interest on late payment, short deduction and interest u/s 220(2) amounting to Rs 0.76 lakh for various periods and the Late filling fees u/s 234E is amounting to Rs. 0.41 lakh. The liability is uncertain relating to its outflow as it depends upon rectification of defaults on traces by filing revised TDS returns for various period. There is no possibility of reimbursement of the expenses in the liability is crystallised.

2. Contingent liability on account of indirect tax demands relate to liability of MVAT against which Writ Petition is pending in the Hon'ble High Court. There is no possibility of reimbursement is to the extend of advances received on account of taxes in Note no. 10

3. Bank guarantee is given to Maharashtra Pollution Control Board of HDFC Bank. There is uncertainty of outflow because the gaurantees will be invoked by the bank in case of non-performance / violation of agreed terms by the Company. There is no possibility of reimbursement.

33 Micro and Small Enterprise

(Rs, in lakhs)

Particulars	31 March 2022		31 March 2021	
	Principal	Interest	Principal	Interest
Amount Due to Supplier	51	0	51	-
Principal amount paid beyond appointed date	58	0	-	-
Interest due and payable for the year	-	0	-	-
Interest accrued and remaining unpaid	-	0	-	-

1. Dues to Micro and Small Enterprises as defined under the MSMED Act, 2006 including bifurcation of Principal & Interest is provided to the extent the information about the same is available with the company.



Aurangabad Distillery Limited

Notes forming part of Financial Statement

34. Value of imported and indigenous raw materials, spare parts and components consumed

(Rs. in lakhs)

Particulars	31 March 2022	31 March 2021
Raw Materials		
- Imported	-	-
- Indigenous	5,290	2,952
Spare parts and components		
- Imported	-	-
- Indigenous	331	216
Total	5,621	3,168

35. Related Party Disclosure

(i) List of Related Parties

Relationship

Brihan Karan Sugars Syndicate Pvt Ltd	Common Director
Karan Bottling Company Pvt Ltd	Common Director
Karan Agencies	Common Director-Proprietor
Nevitad Distilleries Pvt Ltd	Common Director
Satyam Sprits Pvt Ltd	Common Director
Metri Spirits Pvt Ltd	Relative of Director is Director
New Phaltan Sugars Works Distillery Division Ltd	Common director
Dharampal Kalani	Key Managerial Personnel
Amardeepsingh Sethi	Key Managerial Personnel
Tanaji Yadav	Key Managerial Personnel
Karan Yadav	Key Managerial Personnel

(ii) Related Party Transaction

(Rs. in lakhs)

Particulars	Relationship	31 March 2022	31 March 2021
Advances Received			
- Karan Agencies	Common Director-Proprietor	119	1
Sales			
- Karan Agencies	Common Director-Proprietor	-	5
Purchase			
- Satyam Sprits Pvt Ltd	Common Director	-	133
Interest Paid			
- Metri Spirits Pvt Ltd	Relative of Director is Director	-	2
- Satyam Sprits Pvt Ltd	Common Director	61	132
Directors Remuneration			
- Dharampal Kalani	Key Managerial Personnel	24	24
- Amardeepsingh Sethi	Key Managerial Personnel	24	24
- Tanaji Yadav	Key Managerial Personnel	6	6
- Karan Yadav	Key Managerial Personnel	6	6
Purchase of Chemical			
- Karan Agencies	Common Director-Proprietor	4	-
Sale of SDS			
- New Phaltan Sugars Works Distillery Division Ltd	Common director	1,257	713
Interest received			
- New Phaltan Sugars Works Distillery Division Ltd	Common director	149	59
- Satyam Sprits Pvt Ltd	Common Director	0	-
Loan given			
- New Phaltan Sugars Works Distillery Division Ltd	Common director	400	1,013
- Satyam Sprits Pvt Ltd	Common Director	239	-

Aurangabad Distillery Limited

Notes forming part of Financial Statement

(iii) Related Party Balances

(Rs. in lakhs)

Particulars	Relationship	31 March 2022	31 March 2021
Advance on Account of Taxes			
- Brihan Karan Sugars Syndicate Pvt Ltd	Common Director	55	55
- Karan Bottling Company Pvt Ltd	Common Director	29	29
Trade Advances			
- Karan Agencies	Common Director-Proprietor	-	12
- Nevitad Distilleries Pvt Ltd	Common Director	-	7
Trade Payable			
- Karan Agencies	Common Director-Proprietor	11	-
Trade Receivable			
- New Phaltan Sugars Works Distillery Division Ltd	Common director	46	132
Loan given			
- New Phaltan Sugars Works Distillery Division Ltd	Common director	1,413	1,013
- Satyam Sprits Pvt Ltd	Common Director	239	345

- Balances of Brihan Karan Sugar Syndicate Private Limited and Karan Bottling Company Private Limited are related to advances on accounts of taxes. Payments received from this parties is tax difference on sale of goods. The same case were already in High Court. After the results of the case the accounts will be settled as mutually agreed by both the parties.
- No provision for Doubtful debts in respect of related party transaction is required during the year.
- The Company has not written off or written back any amount in respect of related parties.

36 Loans and Advances given to Related Parties

(Rs. in lakhs)

Type of Borrower	31 March 2022		31 March 2021	
	Amount outstanding	% of Total	Amount outstanding	% of Total
Related Parties	1652.08152	0.00%	1012.55002	0.00%
Total	1,652	0.00%	1,013	0.00%

37 Security of Current Assets Against Borrowings

The overdraft facility from HDFC Bank is secured by hypothecation of Stock and Debtors.

(Rs. in lakhs)

Particulars	June, 2021	September, 2021	December, 2021	March, 2022
Current Assets as per Quarterly Return filed with Bank	5,673	7,018	5,911	4,645
Less: Valuation Difference	-	-	-	130
Current Assets as per Books of Account	5,673	7,018	5,911	4,515

38. Registration of Charge

The company has modified the charge created on the assets of the company to Rs. 5,378/- Lakhs during the year. The said charge is created against loan taken from HDFC Bank. The same is registered within the statutory period.

39. CSR Expenditure

(Rs. in lakhs)

Particulars	31 March 2022	31 March 2021
Amount required to be spent by the company during the year	9	12
Amount of expenditure incurred	9	19

Nature of CSR activities

- Gross amount required to be spent as per section 135 of the Companies Act, 2013 – Rs. 12 lakhs/-
- Set Off (Excess payment made for F.Y. 2020-21)- Rs. 3 lakhs/- Net Obligation for Financial Year 2021-22 - Rs. 9 lakhs/-
- Rs. 9 lakhs donation given to Jayana Old Age Foundation and Rs. 0.29 lakhs paid towards Kalgidhar Society for Annual Tuition Fees.



Aurangabad Distillery Limited

Aurangabad Distillery Limited Notes forming part of Financial Statement

40 Utilization of amount raised by borrowing from Banks or FI for specific purpose

(Rs. in lakhs)

Particulars	31 March 2022	31 March 2021
Amount raised by borrowing from Bank or FI	889	1,265
Amount utilized for the purpose for which borrowing was raised	889	1,265
Amount not utilized for the purpose for which borrowing was raised	-	-
Total	1,777	2,530

41 Details of Short term Provisions (As per Accounting Standard - 29)

(Rs. in lakhs)

Particulars	31 March 2022	31 March 2021
Carrying amount at the beginning of the period	244	249
Additional Provision made in the period incl. increases to existing Provisions	182	144
Amounts used (i.e. incurred and charged against the provision) during the period	(171)	(148)
Unused amounts reversed during the year	-	-
Total	256	244

1. Short term provision includes Provision for Employee Benefits, Provision for Expenses and Provision for Income Tax.

2. The above provisions are expected to be utilised over a period of six months to one year.

3. There are no indications of any uncertainties about these outflows.

4. Amount of expected reimbursements - Nil

42. Segment Reporting

1. Though the Company has two business segments namely, distillery division and potash division, the turnover of potash division is less than 10% of the total turnover. Hence, segment reporting for business segment as primary segment is not required to be disclosed.

2. In terms of secondary segment being geographical segment, separate disclosure is not required as the turnover of exports is less than 10% of the total turnover.

For and on behalf of the Board

As per our report of even date

For HMA & Associates

Chartered Accountants Firm's
Registration No. 100537W

Dharampal K. Kalani

Managing Director
DIN - 00041021

Amardeepsingh T. Sethi

Wholetime Director
DIN - 00097644

CA Anand D. Joshi

Partner

Membership No. 113805

UDIN :22113805AJSMJ01637

Uday B. Hemade

Chief Financial Officer

CS. Ankita R. Gandhi

Company Secretary

Place: Pune

Date: 27 May 2022

Place: Aurangabad

Date: 27 May 2022

Aurangabad Distillery Limited
Notes forming part of Financial Statement

43. Statement of significant Ratios for the year ended

Ratio	Particulars	Ratio as on 31 March 2022	Variation	Reason (If variation is more than 25%)
	Numerator	Denominator	Ratio as on 31 March 2021	
(a) Current Ratio (in times)	Total Current Assets	1.06	1.08	-1.93% No significant changes
(b) Debt-Equity Ratio (in times)	Debt= long term borrowing + Short-term borrowings	0.70	0.86	-19.23% No significant changes
(C) Debt Service Coverage Ratio (in times)	Net Operating Income= Net profit after taxes + Non-cash operating expenses + interest + other non-cash adjustments	1.29	0.71	82.08% Increase in ratio is due to lower interest expenses in the current year.
(d) Return on Equity Ratio (in %)	Net Income= Net Profits after taxes - Preference Dividend	Average total equity	20.02%	7.85% 154.88% Increase in ratio is due to higher net profits in the current year.
(e) Inventory Turnover Ratio (in times)	Cost of Goods Sold	Average inventory	3.51	2.64 32.80% Increase in ratio is due to on account of better management of inventory and reduced carrying cost.
(f) Trade Receivables Turnover Ratio (in times)	Revenue from operations	Average trade receivables	68.95	81.21 -15.10% No significant changes
(g) Trade Payables Turnover Ratio (in times)	Cost of purchases + Other expenses	Average trade payables	5.05	5.20 -2.97% No significant changes
(h) Net Capital Turnover Ratio (in times)	Revenue from operations	Average Working Capital= Average of Current assets - Current liabilities	31.86	26.14 21.91% No significant changes
(i) Net Profit Ratio (in %)	Net Profit	Revenue from operations	8.89%	4.47% 98.85% The ratio has improved due to increase in profitability.
(j) Return on Capital Employed (in %)	EBIT= Earnings before interest and taxes	Capital Employed = Net worth + Total Debt + Deferred tax liabilities	17.70%	10.14% 74.63% The ratio has improved due to increase in profitability and decrease in interest expenses.
(k)	Income generated from Investments	Average funds invested	0.00%	Not Applicable Increase in ratio is due to earning of dividend income in current year.

Notice

NOTICE is hereby given that the 22nd Annual General Meeting (the "AGM") of the Members of Aurangabad Distillery Limited will be held on Friday, 30th September, 2022 at 1:00 P.M. at the registered office of the Company at A/P Walchandnagar, Tal. Indapur, Pune - 413114, to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Financial Statement of the Company for the financial year ended on 31st March 2022 together with the Report of Board of Directors and Report of Auditors thereon.
2. To appoint Mr. Amardeepsingh Triloksingh Sethi (DIN:00097644), who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint Mr. Kanyalal Kimatram Kalani (DIN:00282182), who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint M/s. HMA & Associates, Chartered Accountants as a Statutory Auditor 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 139, 142 and other applicable provisions, if any, of the Companies Act, 2013 (the Act) and the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof, for the time being in force), M/s. HMA & Associates, Chartered Accountants, Pune (Firm Registration No.: 100537W) be and are hereby appointed as Statutory Auditors of the Company to hold office from the conclusion of this 22nd AGM for a period of 5 (five) consecutive financial years until the conclusion of the 27th AGM to be held in the financial year 2027-28, at such remuneration plus applicable taxes and reimbursement of out-of-pocket expenses in connection with the audit as may be mutually agreed between the Board of Directors of the Company and the Auditors."

Date: 6th September 2022
Place: Aurangabad

SPECIAL BUSINESS:

5. Ratification of remuneration payable to M/s. Dargad & Associates., Cost Auditors of the Company for the Financial Year 2022-23.

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

RESOLVED THAT pursuant to the provisions of Section 148 and other applicable provisions of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 including any statutory modification(s) or re-enactment thereof, for the time being in force, the members of the Company hereby approves the aggregate remuneration of Rs.50,000/- plus applicable taxes and out of pocket expenses, as recommended by the Audit Committee and approved by the Board of the Company, payable to M/s. Dargad & Associates, Cost Accountants (Firm Registration No. 003482) as appointed by the Board of Directors of the Company, to conduct the audit of the cost records of the Company for the financial year ending March 31, 2023, be and is hereby ratified."

For and on behalf of the Board of Directors of
Aurangabad Distillery Limited

Amardeepsingh Triloksingh Sethi
Chairman & Whole time Director
DIN: 00097644



Notes

1. A Member entitled to attend and vote at the meeting is entitled to appoint one or more proxies to attend and to vote only on a poll instead of himself / herself and such proxy need not be a member of the company. A proxy form in order to be effective shall be deposited at the corporate office of the Company not less than 48 hours before the meeting.
2. Members / Proxies should bring the attendance slip duly filled in for attending the Annual General Meeting. Corporate members are requested to send certified true copy of the board resolution authorizing their representative.
3. The relevant Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 in respect of the business under Item Nos. 5 of the Notice, is annexed hereto.
4. Corporate Members intending to send their authorized representatives to attend the AGM are requested to send a duly certified copy of their board resolution authorizing their representatives to attend and vote at the Annual General Meeting.
5. Members/Proxies/Authorised Representatives are requested to bring the attendance slips duly filled in for attending the Meeting. Members who hold shares in dematerialised form are requested to write their client ID and DP ID numbers and those who hold shares in physical form are requested to write their Folio Number in the attendance slip for attending the AGM.
6. Members are requested to bring their personal copy of the Annual Report to the meeting.
7. Queries on financial statements and/ or operations of the Company, if any, may please be sent to the Company seven days in advance of the meeting so that the answers may be made available at the AGM.
8. 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.
9. The Register of Members and Transfer Books of the Company will be closed from 23rd September 2022 to 30th September 2022 both days inclusive.
10. The applicable Statutory Register of the Company under provisions of the Companies Act, 2013, will be available for inspection by the Members at the AGM.
11. Fully completed and signed Ballot Forms shall reach the Scrutinizer before the AGM date. Alternatively, the Ballot form can also be deposited in the box to be made available at the venue during the AGM. The Ballot Forms received after the AGM date shall be strictly treated as if the reply from the Member has not been received.
12. The Notice of the AGM along with the Annual Report of Financial Year 2021-22 is being sent by electronic mode to those Members whose e-mail addresses are registered with the Company/Depositories, unless any Member has requested for a physical copy of the same. For Members who have not registered their e-mail addresses, physical copies are being sent by the permitted mode. To support the 'Green Initiative', the Members who have not registered their e-mail addresses are requested to register the same with Bigshare Services Private Limited/Depositories.
13. The Register of Directors and Key Managerial Personnel and their shareholding, maintained under Section 170 of the Companies Act, 2013, will be available for inspection by the members at the AGM.
14. The Board of Directors has appointed Mr. Jayesh Parmar, (Membership No. FCS 11745) Partner of M/s. Prajot Tungare & Associates, Company Secretaries, Pune as the Scrutinizer to scrutinize the voting at the meeting in a fair and transparent manner.
15. Members are requested to intimate changes, if any, pertaining to their name, postal address, e-mail address, telephone/mobile numbers, PAN, registering of nomination, power of attorney registration, Bank Mandate details, etc., to their DPs in case the shares are held in electronic form and to the Registrar at investor@bigshareonline.com in case the shares are held in physical form, quoting your folio no. Further, Members may note that SEBI has mandated the submission of PAN by every participant in securities market.
16. Members who wish to inspect the relevant documents referred above and in the Notice can send an email to cs@aurangabaddistillery.com up to date of this AGM.
17. Members / investors may contact the Company on the designated E-mail ID: cs@aurangabaddistillery.com for faster action from the Company's end.
18. As per the provisions of Section 72 of the Act, the facility for making nomination is available for the Members in respect of the shares held by them. Members who have not yet registered

- their nomination are requested to register the same by submitting Form No. SH-13. If a Member desires to cancel the earlier nomination and record a fresh nomination, he may submit the same in Form SH-14. The said forms can be downloaded from the Company's website at <https://aurangabaddistillery.com> Members are requested to submit the said form to their DP in case the shares are held in electronic form and to the Registrar & Transfer Agents at investor@bigshareonline.com in case the shares are held in physical form, quoting your folio no.
19. Non-Resident Indian Members are requested to inform the Company/Depository Participant, immediately off:
- a) Change in their residential status on return to India for permanent settlement.
 - b) Particulars of their bank account maintained in India with complete bank name, branch, account type, MICR number, account number and address of the bank with pin code number, if not furnished earlier.
20. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in the securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN details to their respective Depository Participants. Members holding shares in physical form are requested to submit their PAN details to the Company or its Registrar & Transfer Agents.
21. Route Map showing directions to reach to the venue of the 22nd AGM is given at the end of this Notice as per the requirement of the Secretarial Standards-2 on "General Meeting."



EXPLANATORY STATEMENT

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

As required under provisions of Section 102 of the Companies Act, 2013 the following explanatory statement sets out all material facts relating to the business mentioned under Item Nos. 5 of the accompanying Notice:

Item No. 5

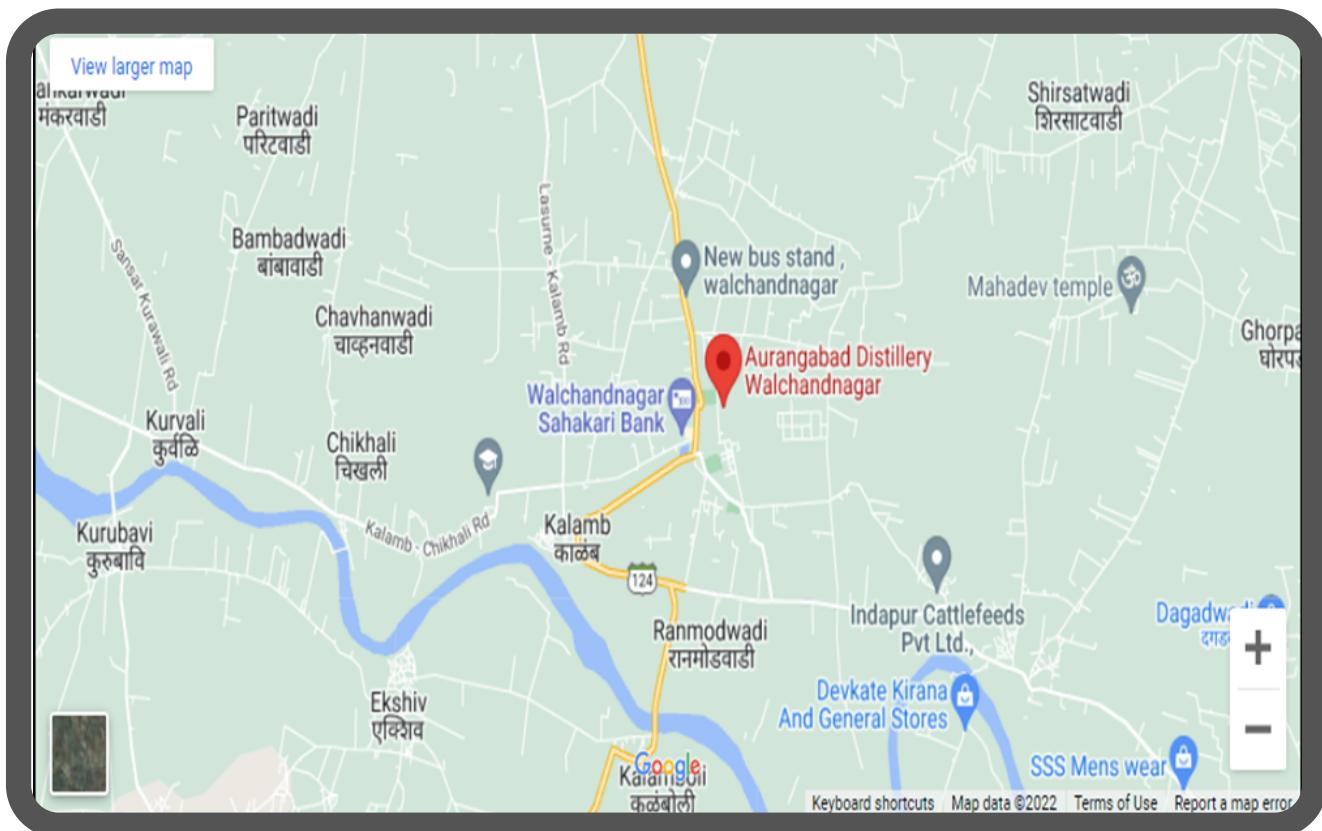
Ratification of remuneration payable to M/s. Dargad & Associates., Cost Auditors of the Company for the Financial Year 2022-23

The Board of Directors, on recommendation of the Audit Committee, have appointed M/s. Dargad & Associates., Cost Accountants (Firm Registration No. 003482), as Cost Auditors for audit of cost accounting records of the Company for the financial year ended 31st March 2023, at a remuneration amounting to Rs.50,000/- (Rupees Fifty Thousand Only) excluding reimbursement of out-of-pocket expenses and applicable tax. In terms of provisions of Section 148 of the Companies Act, 2013, Members' ratification is required for remuneration payable to the Cost Auditor.

None of the Directors or Key Managerial Personnel or their relatives are in anyway concerned or interested in the above resolution.

The Board commends the Ordinary Resolution set out at Item No. 5 for the approval of the Members.

ROUTE MAP OF VENUE OF ANNUAL GENERAL MEETING





Aurangabad Distillery Limited

PROXY FORM MGT-11

[Pursuant to Section 105 (6) of the Companies Act, 2013 and rule 19 (3) of the Companies (Management and Administration) Rules, 2014]

AURANGABAD DISTILLERY LIMITED

CIN: L55000PN2000PLC177314

A/P Walchandnagar, Tal. Indapur, Pune - 413114

Tel: +91 - 02118-252507, +91-02118-252504

csaurangabaddistillery@gmail.com | www.aurangabaddistillery.com

22nd Annual General Meeting – Friday, September 30, 2022

Name of the member(s)

Registered address

Email

Folio no. / Client ID

DP ID

I / We, being the member(s) holding shares of the above named Company, hereby appoint:

1. Name _____ Address _____

Emailld _____ Signature _____

2. Name _____ Address _____

E-mail Id _____ Signature _____

as my / our proxy to attend and vote (on a poll) for me / us and on my / our behalf at the 22nd Annual General Meeting of the Members of Aurangabad Distillery Limited to be held on Friday, the 30th day of September, 2022 at 1:00 P.M. at A/P. Walchandnagar, Tal. Indapur, Pune - 413114 and at any adjournment thereof in respect of such resolutions as are indicated below:



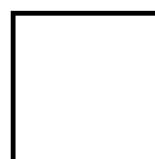
Resolution number	Resolution
Ordinary Business	
1.	To receive, consider and adopt the Audited Financial Statement of the Company for the financial year ended on March 31, 2022 together with the Report of Board of Directors and Report of Auditors thereon.
2.	To appoint M/s. HMA & Associates, Chartered Accountants as a Statutory Auditor of the Company.
3.	To appoint Mr. Amardeep Singh Trilok Singh Sethi (DIN: 00097644), who retires by rotation and being eligible, offers herself for re-appointment
4.	To appoint Mr. Kanyalal Kimatram Kalani (DIN: 00282182), who retires by rotation and being eligible, offers himself for re-appointment.
Special Business	
5.	Ratification of remuneration payable to M/s. Dargad & Associates., Cost Auditors of the Company for the Financial Year 2022-23.

Signed this day of 2022.

Signature of the
Member

Signature of the
Proxy Holder

Revenue
Stamp



Note

1. This form, in order to be effective, should be duly stamped, completed, signed and deposited at the registered office of the Company at A/P. Walchandnagar, Tal. Indapur Pune - 413114 and addressed to "The Company Secretary", not less than 48 hours before the Annual General Meeting.



Aurangabad Distillery Limited

ATTENDANCE SLIP

AURANGABAD DISTILLERY LIMITED

CIN: L55000PN2000PLC177314

A/P Walchandnagar, Tal. Indapur, Pune - 413114

Tel: +91 - 02118-252507, +91-02118-252504

csaurangabaddistillery@gmail.com | www.aurangabaddistillery.com

22nd Annual General Meeting – Friday, September 30, 2022

Registered Folio no. / DP ID no. / Client ID no.:

Number of shares held

I certify that I am a member /proxy / authorized representative for the member of the Company.

I hereby record my presence at the 22nd Annual General Meeting of the Company at the A/P. Walchandnagar, Tal. Indapur, Pune - 413114 on Friday, September 30, 2022 at 1:00 P.M. IST.

Name of the member / proxy
(In BLOCK letters)

Signature of the member/ proxy

Note: Please fill up this attendance slip and hand it over at the entrance of the meeting hall. Members are requested to bring their copies of the Annual Report to the AGM.



Aurangabad Distillery Limited
A/P Walchandnagar, Tal. Indapur, Pune - 413114
Tel: +91 - 02118-252507, +91-02118-252504
website : www.aurangabaddistillery.com