INDEPENDENT AUDITORS' REPORT

To the Members of
DACL FINE CHEM LIMITED

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **DACL FINE CHEM LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss including Other Comprehensive Income, the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended and notes to the financial statements including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, and total comprehensive income (comprising of loss and other comprehensive income), changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

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

Information Other than the 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 Board's Report including Annexures to Board's Report, Management Discussion and Analysis,

Corporate Governance Report and Shareholder's Information but does not include the financial statements and our auditors' report thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

When we read the information, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and take appropriate actions necessitated by the circumstances and the applicable laws and regulations.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act.

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

In preparing the 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 is also responsible for overseeing the Company's financial reporting process.

Auditors' Responsibilities for the Audit of the Financial Statements

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

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 financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the 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 auditors' 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 financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events i a manner that achieves fair presentation.

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

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

Report on Other Legal and Regulatory Requirements

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

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

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

   b. in our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;

   c. the Balance Sheet, the Statement of Profit and Loss including other comprehensive income, the Statement of Changes in Equity and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account;

   d. in our opinion, the aforesaid financial statements comply with the Ind AS specified under Section 133 of the Act;

   e. on the basis of the written representations received from the directors as on March 31, 2022, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 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 with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate report in Annexure "B";

g. with respect to the other matters to be included in the Auditors' Report in accordance with the requirements of section 197(16) of the Act, as amended:

the Company has neither paid nor provided for, any remuneration to its directors during the year; and

h. the other matters to be included in the Auditors' Report in accordance with Rule 11 of with respect to the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

i. the Company does not have any pending litigations which would impact its financial position;

ii. the Company did not have any long-term contracts including derivative contracts as at March 31, 2022;

iii. there has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

iv. (a) the management has represented that, to the best of it's knowledge and belief, other than as disclosed in the notes to the accounts, no funds 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 persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) the management has represented, that, to the best of it's knowledge and belief, other than as disclosed in the notes to the accounts, no funds 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 persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

v. No dividend has been declared and paid during the year by the company.

For K.C. Mehta & Co.
Chartered Accountants
Firm's Registration No. 106237W

Neela R. Shah
Partner
Membership No. 045027
UDIN: 22045027AIPUUA4919
Place: Vadodara
Date: May 09, 2022

ANNEXURE "A" TO THE INDEPENDENT AUDITORS' REPORT

The annexure referred to in our Independent Auditors' Report to the members of **DACL FINE CHEM LIMITED** ("the Company") on the financial statements for the year ended March 31, 2022, we report that:

i.

a) (A) The Company does not have any Property, Plant and Equipment ("PPE"), and hence reporting under this clause i (a), (b), (c) and (d) is not applicable;

(B) The Company does not have any intangible assets, and hence reporting under this clause is not applicable;

b) According to the information and explanations given to us, no proceedings have been initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules thereunder, hence disclosure in its financial statements is not required.

ii.

a) The Company does not have any inventory and therefore, reporting under this clause of the Order is not applicable to the Company;

b) The Company has not been sanctioned any working capital limits from banks or financial institutions on the basis of security of current assets and therefore, reporting under this clause of the Order is not applicable to the Company;

iii. During the year, the Company has not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties and therefore the reporting under this clause of the Order is not applicable to the Company;

iv. The Company has not granted any loans, made any investments, or provided any guarantees or security to which provisions of section 185 and 186 of the Act apply and therefore, reporting under clause (iv) of the Order is not applicable to the Company.

v. According to the information and explanations given to us, the Company has not accepted any deposits or amounts which are deemed to be deposits during the year from the public and consequently, the directives issued by Reserve Bank of India, the provisions of sections 73 to 76 of the Act and rules framed there under are not applicable to the Company.

vi. In our opinion and according to the information and explanations given to us, in view of Rule 3 of the Companies (Cost Records and Audit) Amendments Rules 2014 the maintenance of cost records under sub-section (1) of section 148 of the Companies Act, 2013 is not applicable to the Company and therefore, reporting under clause (vi) of the Order is not applicable to the Company.

vii.

a) According to the information and explanations given to us, the Company does not have any undisputed statutory dues. Further, there are no undisputed amounts in arrears, as at March 31, 2022, for a period of more than six months from the date they become payable.

b) According to the information and explanations given to us, there are no statutory dues as referred to in sub clause (a) above which have not been deposited on account of any dispute.

viii. According to the information and explanations given to us, no unrecorded transactions in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).

ix.

a) The Company has not taken any loans or borrowings from any lender and therefore, reporting under this clause of the Order is not applicable to the Company;

b) The Company has not been declared wilful defaulter by any bank or financial institution or other lenders;

c) The Company has not taken any term loan during the year and there are no outstanding term loans at the beginning of the year and hence, reporting under this clause of the Order is not applicable;

d) According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the financial statements of the company, we report that no funds raised on short-term basis have been used for long-term purposes by the company;

e) The Company does not have any subsidiaries, associates or joint ventures and hence, reporting under this clause of the Order is not applicable;

f) The Company has not raised any loans during the year and hence reporting on this clause of the Order is not applicable.

x.

a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instrument) during the year and therefore, reporting under this clause of the Order is not applicable to the Company.

b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has made right issue of equity shares during the year under section 62(1)(a) and the provisions of said section have been duly complied with. However, it has not made any preferential allotment or private placement of shares and fully or partly convertible debentures during the year under audit under section 42 and section 62 of the Companies Act, 2013;

xi.

a) To the best of our knowledge and according to information and explanations given to us, no fraud by the Company or on the Company has been noticed or reported during the year;

b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report;

c) According to the information and explanations given to us, the Company has not received any whistle-blower complaints during the year.

xii. The Company is not a Nidhi company and therefore, reporting under clause (xii) of the Order is not applicable to the Company.

xiii. In our opinion and according to the information and explanations given to us and based on our examination of the records of the Company, all transactions with the related parties are in compliance with Section 177 and 188 of the Act where applicable and the details have been disclosed in the financial statements as required by the applicable Indian Accounting Standards.

xiv.

a) In our opinion and based on our examination, the company does not have internal audit system as the same is not required under the Companies Act 2013.

xv. In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with directors or persons connected with directors and therefore, reporting under clause (xv) of the Order is not applicable to the Company.

xvi. In our opinion and according to the information and explanations given to us:

a) the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

b) the Company has not conducted any Non-Banking Financial or Housing Finance activities during the year as covered under the requirements the Reserve Bank of India Act, 1934.

c) the Company is a not a Core Investment Company as defined in the regulations made by Reserve Bank of India.

d) the Company does not have more than one Core Investment Companies which are part of the Group;

xvii. The Company has incurred cash losses of ₹ 0.99 Lakhs during the financial year covered by our audit and ₹ 3.88 Lakhs in the immediately preceding financial year.

xviii. There has been no resignation of the statutory auditors during the year and therefore, reporting under this clause of the Order is not applicable to the Company;

xix. 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;

xx. According to the information and explanations given to us, section 135 of the Act is not applicable to the Company and therefore, reporting under this clause of the Order is not applicable to the Company;

xxi. The Company does not have any subsidiary, joint venture or associate and hence the requirement to prepare consolidated financial statements is not applicable to the Company. Therefore, reporting under this clause of the Order is not applicable.

For K.C. Mehta & Co.
Chartered Accountants
Firm's Registration No. 106237W

Neela R. Shah
Partner
Membership No. 045027
UDIN: 22045027AIPUUA4919
Place: Vadodara
Date: May 09, 2022

ANNEXURE "B" TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 2(f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of **DACL FINE CHEM LIMITED** on the financial statements of even date)

Report on the Internal Financial Controls with reference to financial statements under Clause (i) of Sub-section 3 of Section 143 of the Act.

We have audited the internal financial controls with reference to financial statements of **DACL FINE CHEM LIMITED** ("the Company") 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 ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditors' Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditors' 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 with reference to financial statements.

Meaning of Internal Financial Controls with reference to financial statements

A Company's internal financial controls with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial controls with reference to financial statements 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 with reference to financial statements

Because of the inherent limitations of internal financial controls with reference to financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to financial statements to future periods are subject to the risk that the internal financial control with reference to financial statements 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, adequate internal financial controls with reference to financial statements and such internal financial controls with reference to financial statements 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.

For K.C. Mehta & Co.
Chartered Accountants
Firm's Registration No. 106237W

Neela R. Shah
Partner
Membership No. 045027
UDIN: 22045027AIPUUA4919
Place: Vadodara
Date: May 09, 2022

DACL Fine Chem Limited
Statement of Profit and Loss for the year ended March 31, 2022

(₹ in Lakhs)

	Particulars	Note No.	For the year ended March 31,2022	For the period July 30, 2020 to March 31, 2021
I	Revenue from Operations		-	-
II	Other Income		-	-
III	**Total Income (I+II)**		**-**	-
IV	**EXPENSES**			
	Cost of materials consumed		-	-
	Changes in inventories of finished goods and work-in-progress		-	-
	Employee benefits expense		-	-
	Finance costs		-	-
	Depreciation and Amortisation expense		-	-
	Other expenses	11	**0.99**	3.88
	Total expenses (IV)		**0.99**	3.88
V	**Profit/(Loss) before tax (III-IV)**		**(0.99)**	(3.88)
VI	**Tax expense:**			
	(a)Current Tax		**-**	-
	(b)Deferred Tax		**-**	-
VII	**Profit/(Loss) for the period (V-VI)**		**(0.99)**	(3.88)
VIII	**Other Comprehensive Income (OCI)**			
	A. Items that will not be reclassified subsequently to profit or loss		**-**	-
	B. Items that will be reclassified subsequently to profit or loss		**-**	-
IX	**Total Comprehensive Income for the year ((VII+VIII))**		**(0.99)**	(3.88)
X	Earnings per equity share			
	Basic & Diluted	14	**(0.62)**	(7.76)

Significant Accounting Policies and Notes to Financial Statements **1-20**

As per our report of even date attached

For K. C. Mehta & Co.
Chartered Accountants

Neela R. Shah
Partner
Membership No. 045027

Place : Mumbai
Date : May 09, 2022

For and on behalf of the Board

G.S.VENKATACHALAM
Director
DIN: 02205898

MOHAK MEHTA
Director
DIN: 00195898

DACL Fine Chem Limited
Balance Sheet as at March 31, 2022

(₹ in Lakhs)

Particulars	Note No.	As at March 31, 2022	As at March 31, 2021
ASSETS			
(1) Non-Current Assets			
(a) Property, Plant and Equipment		-	-
(b) Capital work-in-progress		-	-
(c) Intangible assets		-	-
(d) Financial Assets			
(i) Investments		-	-
(ii) Others	4	**0.20**	0.20
(e) Other non-current assets		-	-
Total Non-Current Assets		**0.20**	0.20
(2) Current Assets			
(a) Inventories		-	-
(b) Financial Assets			
(i) Trade receivables		-	-
(ii) Cash and cash equivalents	5	**15.22**	4.26
(iii) Other bank balances		-	-
(iv) Others		-	-
(c) Current Tax Assets (Net)		-	-
(d) Other current assets	6	**0.00**	0.00
Total Current Assets		**15.23**	4.26
TOTAL ASSETS		**15.43**	4.46
EQUITY AND LIABILITIES			
(a) Equity Share capital	7	**20.00**	5.00
(b) Other Equity	8	**(4.87)**	(3.88)
Total Equity		**15.13**	1.12
Liabilities			
(1) Non-Current Liabilities			
(a) Provisions		-	-
(b) Deferred Tax Liabilities (Net)		-	-
Total Non-Current Liabilities		-	-
(2) Current Liabilities			
(a) Financial Liabilities			
(i) Trade payables			
(A) due to micro enterprises and small enterprises		-	-
(B) due to other than micro enterprises and small enterprises	9	-	0.00
(ii) Other financial liabilities	10	**0.30**	3.34
(b) Other current liabilities		-	-
(c) Provisions		-	-
(d) Current Tax Liabilities (Net)		-	-
Total Current Liabilities		**0.30**	3.34
Total Liabilities		**0.30**	3.34
TOTAL EQUITY AND LIABILITIES		**15.43**	4.46

Significant Accounting Policies and Notes to Financial Statements **1-20**

As per our report of even date attached

For K. C. Mehta & Co.
Chartered Accountants

Neela R. Shah
Partner
Membership No. 045027

Place : Mumbai
Date : May 09, 2022

For and on behalf of the Board

G.S.VENKATACHALAM
Director
DIN: 02205898

MOHAK MEHTA
Director
DIN: 00195898

DACL Fine Chem Limited

Statement of Changes in Equity for the year ended March 31,2022

A. Equity Share Capital **(₹ in Lakhs)**

Particulars	**Amount**
Balance as at April 1, 2020	5.00
Additions/(Reductions)	-
Balances as at March 31, 2021	5.00
Additions/(Reductions)	**15.00**
Balance as at March 31,2022	**20.00**

B. Other Equity **(₹ in Lakhs)**

Particulars	**Reserves & Surplus**		**Total**
	General Reserve	**Retained Earnings**	
Balance as at 1st April,2020	-	-	-
Movement during the year:			
Profit / (Loss) for the period		(3.88)	(3.88)
Balances as at March 31, 2021	-	(3.88)	(3.88)
Movement during the year:			
Profit / (Loss) for the year	**-**	**(0.99)**	**(0.99)**
Balances as at March 31 2022	**-**	**(4.87)**	**(4.87)**

Significant Accounting Policies and Notes to Financial Statements **1-20**

As per our report of even date attached

For and on behalf of the Board

For K. C. Mehta & Co.
Chartered Accountants

G.S.VENKATACHALAM
Director
DIN: 02205898

Neela R. Shah
Partner
Membership No. 045027

MOHAK MEHTA
Director
DIN: 00195898

Place : Mumbai
Date : May 09, 2022

DACL Fine Chem Limited
Statement of Cash Flows for the year ended March 31, 2022

(₹ in Lakhs)

	Particulars	For the Year ended March 31,2022	For the period July 30, 2020 to March 31, 2021
A.	**CASH FLOW FROM OPERATING ACTIVITIES**		
	Net Profit/(Loss) before tax	**(0.99)**	(3.88)
	Operating Profit/(Loss) before changes in working capital	**(0.99)**	(3.88)
	Adjustment for (Increase)/Decrease in Operating Assets		
	Other Financial Assets	**-**	(0.20)
	Other Current Assets	**-**	(0.00)
	Adjustment for Increase/(Decrease) in Operating Liabilities		
	Trade Payables	**(0.00)**	0.00
	Other Financial Liabilities	**(3.05)**	3.34
	Cash flow from operations after changes in working capital	**(4.04)**	(0.74)
	Income-tax paid	**-**	-
	Net Cash Flow from/(used in) Operating Activities	**(4.04)**	(0.74)
B.	**CASH FLOW FROM INVESTING ACTIVITIES**		
	Interest Received	**-**	-
	Net Cash Flow from/(used in) Investing Activities	**-**	-
C.	**CASH FLOW FROM FINANCING ACTIVITIES**		
	Proceeds from issue of Equity Share Capital	**15.00**	5.00
	Net Cash Flow from/(used in) Financing Activities	**15.00**	5.00
	Net Increase/ (Decrease) in Cash and Cash Equivalents	**10.96**	4.26
	Cash & Cash Equivalents at beginning of period / year	**4.26**	-
	Cash and Cash Equivalents at end of period / year (see Note 1)	**15.22**	4.26
Notes:			
1	**Cash and Cash equivalents comprise of:**		
	Cash on hand	**-**	-
	Balance with Banks	**15.22**	4.26
	Cash and Cash equivalents	**15.22**	4.26

Significant Accounting Policies and Notes to Financial Statements **1-20**

As per our report of even date attached

For K. C. Mehta & Co.
Chartered Accountants

Neela R. Shah
Partner
Membership No. 045027

Place : Mumbai
Date : May 09, 2022

For and on behalf of the Board

G.S.VENKATACHALAM
Director
DIN: 02205898

MOHAK MEHTA
Director
DIN: 00195898

DACL Fine Chem Limited
Accompanying Notes to the Financial Statements

4. Financial Assets : Others **(₹ in Lakhs)**

Particulars	As at March 31, 2022	As at March 31, 2021
(Unsecured, Considered Good unless Otherwise Stated)		
Security Deposits	**0.20**	0.20
Total	**0.20**	0.20

5. Cash and Cash Equivalents **(₹ in Lakhs)**

Particulars	As at March 31, 2022	As at March 31, 2021
Balances with Banks		
In current account	**15.22**	4.26
Total	**15.22**	4.26

6. Other Current Assets **(₹ in Lakhs)**

Particulars	As at March 31, 2022	As at March 31, 2021
Unsecured, considered good		
Advances to Vendors	**0.00**	0.00
Total	**0.00**	0.00

7. Equity Share Capital **(₹ in Lakhs)**

Particulars	As at March 31, 2022	As at March 31, 2021
Authorised		
10,00,000 (P.Y 10,00,000) Equity Shares of ₹ 10/- each	**100.00**	100.00
Total	**100.00**	100.00
Issued, Subscribed and Fully Paid Up		
2,00,000 (P.Y 50,000) Equity Shares of ₹ 10/- each	**20.00**	5.00
Total	**20.00**	5.00

Reconciliation of number of equity shares outstanding at the beginning and at the end of reporting period is as under:

Particulars	No. of Shares	Share Capital (₹ in Lakhs)
As at April 1, 2020		
Additions/(Reductions)	50,000	5.00
As at March 31, 2021	50,000	5.00
As at April 1, 2021	**50,000**	**5.00**
Additions/(Reductions)	**1,50,000**	**15.00**
As at March 31, 2022	**2,00,000**	**20.00**

Right, Preferences and restrictions attached to Shares

(i) The Company has only one class of shares i.e. equity shares having par value of ₹10 each. Each holder of equity shares is entitled to one vote per share.

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

Shares held by Holding Company :

Name of the Shareholder	As at March 31, 2022		As at March 31, 2021	
	No. of shares	% of Holding	No. of shares	% of Holding
Diamines and Chemicals Limited (All equity shares are held by Diamines and Chemicals Limited ('the holding company') and its nominees)	**2,00,000**	**100.00%**	50,000	100.00%

Details of Shareholders holding more than 5 percent share in Company:

Name of the Shareholder	As at March 31, 2022		As at March 31, 2021	
	No. of shares	% of Holding	No. of shares	% of Holding
Diamines and Chemicals Limited (All equity shares are held by Diamines and Chemicals Limited ('the holding company') and its nominees)	**2,00,000**	**100.00%**	50,000	100.00%

8. Other Equity **(₹ in Lakhs)**

Particulars	As at March 31, 2022	As at March 31, 2021
General Reserve	**-**	-
Share application Money pending allotment	-	**-**
Retained Earnings	**(4.87)**	(3.88)
Total	**(4.87)**	(3.88)

DACL Fine Chem Limited
Accompanying Notes to the Financial Statements

Particulars relating to Other Equity **(₹ in Lakhs)**

Particulars	**As at March 31, 2022**	As at March 31, 2021
Balance at the beginning of the year	**-**	-
Additions/Deductions during the year		
Balance at the end of the year	**-**	-
Retained Earnings		
Balance at the beginning of the year	**(3.88)**	-
Add: Net Profit / (Loss) for the period / year	**(0.99)**	(3.88)
Balance at the end of the year	**(4.87)**	(3.88)
Total	**(4.87)**	(3.88)

Description of the nature and purpose of Other Equity
General Reserve : The General Reserve comprises of transfer of profits from retained earnings for appropriation purposes. The reserve can be distributed/utilised by the Company in accordance with the provisions of Companies Act, 2013.
Retained Earnings: Retained Earnings are the profits that the Company has earned till date and is net of amount transferred to other reserves such as general reserves etc.& amount distributed as dividends and related dividend distribution taxes.

9. Trade Payables
Micro, Small and Medium enterprises have been identified by the Company on the basis of the information available. Total outstanding dues of Micro and Small enterprises, which are outstanding for more than the stipulated period and other disclosures as per the Micro, Small and Medium Enterprises Development Act, 2006 (hereinafter referred to as "the Act") are given below :

(₹ in Lakhs)

Particulars	**As at March 31, 2022**	As at March 31, 2021
Micro, Small & Medium Enterprises*	-	-
Others	-	0.00
Total	-	0.00

* Payment made to suppliers beyond the due date during the year was **₹ Nil** (P.Y ₹ Nil). No interest during the year has been paid to Micro and Small Enterprises as there were no delayed payments. Further, interest accrued and remaining unpaid at the year end is **₹Nil** (P.Y ₹ Nil)

9(i) Ageing Schedule for MSME and other Trade payables
F.Y 2021-22 **(₹ in Lakhs)**

Particulars	**Outstanding for following periods from due date of payment**				
	Less than 1 year	**1-2 years**	**2-3 years**	**More than 3 years**	**Total**
A. Cases where due date of payment is specified					
(i) MSME	-	-	-	-	-
(ii) Others	-	-	-	-	-

F.Y 2020-21 **(₹ in Lakhs)**

Particulars	Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
A. Cases where due date of payment is specified					
(i) MSME	-	-	-	-	-
(ii) Others	**0.00**	-	-	-	-

10. Other Financial Liabilities **(₹ in Lakhs)**

Particulars	**As at March 31, 2022**	As at March 31, 2021
Audit Fees Payable	**0.30**	0.25
Other advances	-	3.09
Total	**0.30**	3.34

11. Other Expenses **(₹ in Lakhs)**

Particulars	**For the year ended March 31,2022**	**For the period July 30, 2020 to March 31, 2021**
Rates and Taxes	**0.00**	0.19
Incorporation Fees	**-**	2.57
Legal and Professional Fees	**0.55**	0.73
Auditor's Remuneration		
- Audit Fees	**0.30**	0.25
Filling Fees	**0.09**	0.02
Courier Expenses	**-**	0.00
Printing and Stationery	**-**	0.11
Miscellaneous expenses	**0.05**	0.00
Total	**0.99**	**3.88**

DACL Fine Chem Limited
Accompanying Notes to the Financial Statements

12 Capital and Other Commitments

Estimated amount of contracts remaining to be executed on Capital Account and not provided for (Net of Advances)
₹ Nil (P.Y ₹ Nil)

13 There is no contingent liability of the company not provided for as at March 31, 2022 (P.Y ₹ Nil).

14 In accordance with Ind AS - 33, "Earnings Per Share", the Basic and Diluted EPS have been calculated as under:

Particulars	As at March 31, 2022	As at March 31, 2021
Profit/**(Loss)** available to equity shareholders **(₹ in Lakhs)**	**(0.99)**	(3.88)
Weighted Average Number of Equity Shares	**1,60,137**	50,000
Earnings Per Share of ₹ 10 each		
- Basic	**(0.62)**	(7.76)
- Diluted	**(0.62)**	(7.76)

15 Related Party Disclosures

Disclosure with respect to Indian Accounting Standard (Ind AS 24) on Related Parties:

(a) Name of related parties and description of their nature of relationship are as under:

(A) Key Managerial Personnel:

Mr. Amit M Mehta	Chairman
Mr. G. S. Venkatachalam	Director
Mr. Mohak Mehta	Director
Mr. Tanmay Godiawala	Director

(B) Holding Company

Diamines and Chemicals Limited — Holding Company (since incorpration)

(C) Entities over which Key Managerial Personnel exercise significant influence:

S Amit & Co.
S Amit Speciality Chemicals Pvt. Ltd.
Divya Desh Tour & Travels LLP
Holidaywalas.Com Travel LLP
Perfo Chem (I) Private Limited .
Reaxa Chemistry Solutions LLP
Hi End Property Developers LLP
Mohar Properties and Trading LLP
Finorga (I) Pvt. Ltd.
Chem Amit
Godiawala Trading Corporation

(b) The following transactions were carried out with the related parties in ordinary course of business during the period:

Nature of Transaction	Holding Company	(₹ in Lakhs)
Issue of Share Capital	Diamines and Chemicals Limited	**15.00** (5.00)
Expenses incurred by Holding Company on behalf of the Company	Diamines and Chemicals Limited	**NIL** (3.09)

Amounts in bracket indicate previous year figures.

Balance outstanding as at March 31, 2022 :

Payable	Holding Company	(₹ in Lakhs)
Advances Payable to Holding Company	Diamines and Chemicals Limited	**Nil** (3.09)

Amounts in bracket indicate previous year figures.

DACL Fine Chem Limited
Accompanying Notes to the Financial Statements

16. Disclosures on Financial Ratios

Ratio	Numerator	Denominator	31-Mar-22	31-Mar-21		% change	Reason for variance
Current ratio	Current Assets	Current Liabilities	**51.61**	1.27	times	3956.03%	The variance is primarily on account of fresh infussion of capital by holding company and the majority portion of which is lying in cash and cash equivalent.
Debt- Equity Ratio	Total Debt	Shareholder's Equity	**NA**	NA			
Debt Service Coverage ratio	Earnings for debt service = Net profit after taxes + Non-cash operating expenses	Debt service = Interest & Lease Payments + Principal Repayments	**NA**	NA			
Return on Equity ratio	Net Profits after taxes – Preference Dividend	Shareholder's Equity	**-6.55%**	-345.97%	%	-98.11%	The variance is primarily on account of fresh infussion of capital by holding company and the majority portion of which is lying in cash and cash equivalent.
Inventory Turnover ratio	Cost of goods sold	Average Inventory	**NA**	NA		-	
Trade Receivable Turnover Ratio	Net credit sales = Gross credit sales - sales return	Average Trade Receivable	**NA**	NA		-	
Trade Payable Turnover Ratio	Net credit purchases = Gross credit purchases - purchase return	Average Trade Payables	**NA**	NA		-	
Net Capital Turnover Ratio	Net sales = Total sales - sales return	Working capital = Current assets – Current liabilities	**NA**	NA		-	
Net Profit ratio	Net Profit	Net sales = Total sales - sales return	**NA**	NA		-	
Return on Capital Employed	Earnings before interest and taxes	Capital Employed = Tangible Net Worth + Total Debt + Deferred Tax Liability	**-6.55%**	-345.97%	%	-98.11%	The variance is primarily on account of fresh infussion of capital by holding company and the majority portion of which is lying in cash and cash equivalent.
Return on Investment	Interest (Finance Income)	Investment	**NA**	NA		-	

17 Financial instruments disclosure

Given the current level of operations, the following disclosures are made for financials instruments.

The capital structure of the Company consists of total equity (Refer note 7 & 8). The Company is not subject to any externally imposed capital requirements.

(a) Financial assets and liabilities:

Categories of financial instruments **(₹ in Lakhs)**

Particulars	**As at March 31, 2022**	As at March 31, 2021
Financial assets		
Measures at amortised cost		
(a) Cash and cash equivalents	15.22	4.26
(b) Other financial assets	0.20	0.20
Financial liabilities		
Measures at amortised cost		
(a) Trade Payable	-	0.00
(b) Other financial liabilities	0.30	3.34

The carrying value of Financial Assets and Financial Liabilities measured at amortised cost approximates to their fair values.

(b) Capital Management

For the purpose of the Company's Capital Management, Capital includes issued Equity Capital and all Other Reserves attributable to the Equity shareholders of the Company. The Primary objective of the Company's Capital Management is to maximise the shareholders' value. The Company's Capital Management objectives are to maintain equity including all reserves to protect economic viability and to finance any growth opportunities that may be available in future so as to maximise shareholder's value. The Company monitors capital regularly. The capital structure of the Company as at March 31, 2022 does not include any debt.

(c) Financial risk management:

The Company's financial risk management is an integral part of how to plan and execute its business strategies. The risk management policy is approved by the Company's Board. The Company's principal financial liabilities comprise of other payables. The main purpose of these financial liabilities is to finance the Company's operations. The Company's principal financial assets include cash and cash equivalents. The company is presently not exposed to market risk, credit risk, liquidity risk etc. as it is yet to commence the operations.

18 The Company do not have any transactions with struck off companies.

19 The previous period figures have been regrouped wherever necessary to make it comparable with the current year.

20 Approval of financial statements

The financial statements were approved for issue by the Board of Directors in its meeting held on May 09, 2022.

As per our report of even date attached

For K. C. Mehta & Co.
Chartered Accountants

Neela R. Shah
Partner
Membership No. 045027

For and on behalf of the Board

G.S.VENKATACHALAM
Director
DIN: 02205898

MOHAK MEHTA
Director
DIN: 00195898

Place : Mumbai
Date : May 09, 2022