



# **TAMILNADU PETROPRODUCTS LIMITED**

---

---

**40<sup>TH</sup> ANNUAL REPORT  
2024-25**

---

## Financial Highlights

(₹ in crore)

| Details                                 | Ind AS          |          |          |          |          |          |          |          | Previous GAAP        |         |
|-----------------------------------------|-----------------|----------|----------|----------|----------|----------|----------|----------|----------------------|---------|
|                                         | 2024-25         | 2023-24  | 2022-23  | 2021-22  | 2020-21  | 2019-20  | 2018-19  | 2017-18  | 2016-17 <sup>s</sup> | 2015-16 |
| Revenue from Operations                 | <b>1,826.78</b> | 1,668.57 | 2,150.25 | 1,805.58 | 1,145.21 | 1,224.96 | 1,245.33 | 1,085.09 | 888.85               | 700.63  |
| Other Income                            | <b>19.94</b>    | 28.29    | 19.25    | 12.79    | 10.16    | 8.25     | 6.96     | 7.30     | 2.89                 | 2.71    |
| <b>Total Revenue</b>                    | <b>1,846.71</b> | 1,696.87 | 2,169.51 | 1,818.37 | 1,155.37 | 1,233.21 | 1,252.29 | 1,092.39 | 891.74               | 703.33  |
| EBIDTA                                  | <b>84.14</b>    | 100.82   | 147.25   | 260.95   | 175.06   | 101.47   | 98.53    | 96.62    | 66.82                | 12.76   |
| PBT                                     | <b>71.13</b>    | 56.99    | 119.15   | 231.52   | 169.84   | 70.53    | 71.68    | 76.91    | 41.71                | 38.15   |
| Exceptional items - Income / (Expenses) | 18.50           | (14.02)  | -        | -        | 24.73    | -        | -        | 9.22     | 25.00                | 57.71   |
| <b>PAT</b>                              | <b>51.43</b>    | 42.78    | 89.32    | 170.64   | 121.65   | 55.08    | 54.27    | 51.70    | 9.30                 | 38.15   |
| Equity Capital                          | <b>89.97</b>    | 89.97    | 89.97    | 89.97    | 89.97    | 89.97    | 89.97    | 89.97    | 89.97                | 89.97   |
| Reserves & Surplus                      | <b>743.33</b>   | 702.27   | 677.75   | 617.09   | 468.61   | 360.68   | 318.63   | 269.38   | 218.56               | 189.16  |
| <b>Net Worth</b>                        | <b>836.88</b>   | 796.26   | 771.70   | 709.37   | 561.23   | 433.21   | 388.98   | 340.13   | 288.67               | 259.27  |
| Face value of share                     | <b>10.00</b>    | 10.00    | 10.00    | 10.00    | 10.00    | 10.00    | 10.00    | 10.00    | 10.00                | 10.00   |
| Earnings per share ₹                    | <b>5.72</b>     | 4.76     | 9.93     | 18.97    | 13.52    | 6.12     | 6.03     | 5.75     | 1.03                 | 4.24    |
| Dividend %                              | <b>*12.00</b>   | 12.00    | 15.00    | 30.00    | 25.00    | 15.00    | 10.00    | 5.00     | -                    | -       |
| Book value per share ₹                  | <b>92.62</b>    | 88.05    | 85.33    | 78.59    | 62.08    | 50.09    | 45.41    | 39.94    | 34.29                | 33.23   |
| EBIDTA / Net Revenue %                  | <b>4.61</b>     | 6.04     | 6.85     | 14.45    | 15.29    | 8.28     | 7.91     | 8.90     | 7.52                 | 1.82    |
| PBT / Net Revenue %                     | <b>3.89</b>     | 3.42     | 5.54     | 12.82    | 14.83    | 5.76     | 5.76     | 7.09     | 4.69                 | 5.45    |
| Return on Networth %                    | <b>6.14</b>     | 5.37     | 11.57    | 24.06    | 21.68    | 12.71    | 13.95    | 15.20    | 3.22                 | 14.71   |
| Return on Capital Employed %            | <b>5.74</b>     | 8.94     | 14.84    | 30.22    | 19.12    | 15.94    | 17.10    | 18.69    | 13.77                | (1.68)  |

\*Subject to declaration at the AGM

<sup>s</sup>Restated as per Ind AS

#### Board of Directors

|                                      |               |                      |
|--------------------------------------|---------------|----------------------|
| Ms. Mariam Pallavi Baldev, IAS       | DIN: 09281201 | Chairperson          |
| Mr. Ashwin C Muthiah                 | DIN: 00255679 | Vice Chairman        |
| Dr. N. Sundaradevan, IAS (Retd.)     | DIN: 00223399 | Independent Director |
| Mr. Debendranath Sarangi IAS (Retd.) | DIN: 01408349 | Independent Director |
| Lt. Col. (Retd.) C. S. Shankar       | DIN: 08397818 | Independent Director |
| Mr. G. D. Sharma                     | DIN: 08060285 | Independent Director |
| Ms. Latha Ramanathan                 | DIN: 07099052 | Independent Director |
| Ms. Rita Chandrasekar                | DIN: 03013549 | Independent Director |
| Mr. Sandeep Nanduri, IAS             | DIN: 07511216 | Director             |
| Mr. S. Senthil Kumar                 | DIN: 00131558 | Director             |
| Mr. Manish Nagpal                    | DIN: 03169160 | Director             |
| Mr. D. Senthil Kumar                 | DIN: 00202578 | Managing Director    |

#### Chief Financial Officer

Mr. C. Parthiban

#### Company Secretary

Ms. Sangeetha Sekar

#### Registered Office & Factory

Manali Express Highway  
Manali, Chennai – 600 068  
Tel: 044 25945588, Fax: 044 25945588/69185588  
CIN: L23200TN1984PLC010931  
e-mail: secy-legal@tnpetro.com,  
Website: www.tnpetro.com

#### Registrar & Share Transfer Agent (RTA)

Cameo Corporate Services Limited  
“Subramanian Building”, 1, Club House Road  
Chennai – 600 002  
Online Investor Portal : <https://wisdom.cameoindia.com/>  
Contact No : 044-28460390

#### Auditors

RGN Price & Co,  
Chartered Accountants,  
“Simpsons Buildings”,  
No. 861, Anna Salai,  
Chennai – 600 002.

#### Cost Auditors

B Y & Associates  
New No. 443 & 445, 5<sup>th</sup> Floor,  
Annexe 1, Guna Complex, Anna Salai,  
Teynampet, Chennai – 600 018.

#### Secretarial Auditor

Ms. B Chandra  
Practicing Company Secretary,  
AG3, Navin's Ragamallika,  
No: 26, Kumaran Colony Main Road,  
Vadapalani, Chennai – 600 026.

#### Internal Auditors

Profairs Consulting  
1, Nathamuni Street,  
T Nagar, Chennai – 600 017

#### Bankers

IDBI Bank Ltd  
State Bank of India  
The Federal Bank Ltd  
Union Bank of India  
HDFC Bank Ltd

### Vision & Mission

*To sustain and improve upon our performance in the petrochemical sector meeting all stakeholder's expectations following best practices.*

## CONTENTS

|                                                                                                                      |     |
|----------------------------------------------------------------------------------------------------------------------|-----|
| Notice .....                                                                                                         | 5   |
| Explanatory Statement .....                                                                                          | 11  |
| Guidance to Shareholders                                                                                             |     |
| - Remote e-Voting.....                                                                                               | 17  |
| - Attending the AGM through VC/OAVM .....                                                                            | 20  |
| - Voting during the AGM.....                                                                                         | 21  |
| Directors' Report and Management Discussion & Analysis Report .....                                                  | 22  |
| Report on Corporate Governance .....                                                                                 | 34  |
| Secretarial Audit Report.....                                                                                        | 54  |
| Particulars as required under Rule 3 of the Companies (Accounts) Rules, 2014 .....                                   | 57  |
| Disclosures under Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014 ..... | 58  |
| Annual Report on CSR Activities during the year 2024-25.....                                                         | 60  |
| Business Responsibility and Sustainability Report.....                                                               | 62  |
| <b>Financial Statements – Standalone</b>                                                                             |     |
| Auditors' Report on the Standalone Financial Statements .....                                                        | 108 |
| Standalone Balance Sheet.....                                                                                        | 116 |
| Standalone Statement of Profit and Loss.....                                                                         | 117 |
| Standalone Statement of Changes in Equity.....                                                                       | 118 |
| Standalone Cash Flow Statement.....                                                                                  | 119 |
| Notes forming part of the Standalone Financial Statements .....                                                      | 121 |
| <b>Financial Statements – Consolidated</b>                                                                           |     |
| Auditors' Report on the Consolidated Financial Statements .....                                                      | 158 |
| Consolidated Balance Sheet .....                                                                                     | 164 |
| Consolidated Statement of Profit and Loss .....                                                                      | 165 |
| Consolidated Statement of Changes in Equity .....                                                                    | 166 |
| Consolidated Cash Flow Statement .....                                                                               | 167 |
| Notes forming part of the Consolidated Financial Statements .....                                                    | 169 |
| Form AOC 1.....                                                                                                      | 207 |

## NOTICE FOR THE FORTIETH ANNUAL GENERAL MEETING

**NOTICE** is hereby given that the 40<sup>th</sup> Annual General Meeting (AGM) of the Members of the Company will be held on Wednesday, 17<sup>th</sup> September 2025, at 2.00 PM (IST) through Video Conferencing (VC) or Other Audio-Visual Means (OAVM) to transact the following business:

### ORDINARY BUSINESS

1. **To receive, consider and adopt the Audited Financial Statements of the Company for the year ended 31<sup>st</sup> March 2025 and the reports thereon, if deemed fit, by passing the following as an Ordinary Resolution:**

**RESOLVED THAT** the Audited Standalone and Consolidated Financial Statements of the Company for the financial year ended 31<sup>st</sup> March 2025 and the report of Directors and Auditors thereon, be and are hereby approved and adopted.

2. **To declare dividend by passing the following as an Ordinary Resolution:**

**RESOLVED THAT** pursuant to the recommendation of the Board of Directors, a dividend of ₹ 1.20 per equity share on 8,99,71,474 Equity Shares of ₹ 10/- each, absorbing ₹ 10,79,65,769/- (Rupees Ten Crore Seventy-Nine Lakh Sixty-Five Thousand Seven Hundred and Sixty-Nine only), subject to rounding off, is declared out of the profits of the Company for the year ended 31<sup>st</sup> March 2025 and the same be paid:

- i. In respect of shares held in physical form, to those members whose names appear on the Register of Members on 17<sup>th</sup> September 2025; and
- ii. In respect of shares held in electronic form, to those members whose names appear in the list of beneficial owners furnished by National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL), the Depositories, as at the end of business hours on 09<sup>th</sup> September 2025;

3. **To re-appoint Mr. Ashwin C Muthiah (DIN: 00255679), who retires by rotation and being eligible, offers himself for re-appointment, by passing the following as an Ordinary Resolution:**

**RESOLVED THAT** pursuant to Section 152 and other applicable provisions, if any, of the Companies Act, 2013 and the Rules made thereunder, and the Articles of Association of the Company, Mr. Ashwin C Muthiah (DIN: 00255679), a Director retiring by rotation and being eligible has offered for re-appointment, be and is hereby re-appointed as a Director of the Company, liable to retire by rotation.

4. **To approve the increase in remuneration payable to the Auditors of the Company, by passing the following as an Ordinary Resolution:**

**RESOLVED THAT** pursuant to Section 142 of the Companies Act, 2013 and based on the recommendations of the Audit Committee and Board of Directors of the Company, the remuneration payable to M/s. RGN Price & Co., Chartered Accountants, Chennai, the Auditors of the Company be increased from ₹ 32 lakh (Rupees Thirty-Two lakh only) per annum to ₹ 34 lakh (Rupees Thirty-Four lakh only) per annum, excluding reimbursement of out-of-pocket expenses and taxes as applicable, for the audit of accounts and related services, for the remaining two financial years i.e., 2025-26 and 2026-27.

**SPECIAL BUSINESS:**

5. **To ratify the remuneration to the Cost Auditors for the year 2025-26, by passing the following as an Ordinary Resolution:**

**RESOLVED THAT** pursuant to Section 148(3) of the Companies Act, 2013 and the rules made thereunder, the payment of remuneration of ₹ 1.75 lakh (Rupees One lakh Seventy-Five thousand only) per annum, plus applicable taxes and reimbursement of out-of-pocket expenses, to M/s. B Y & Associates, Cost Accountants, Chennai, appointed by the Board to conduct an audit of cost accounting records for the financial year 2025-26 be and is hereby approved and ratified.

6. **To approve the appointment of M/s. B Chandra & Associates, Practicing Company Secretaries, Chennai as the Secretarial Auditors of the Company, by passing the following as an Ordinary Resolution:**

**RESOLVED THAT** pursuant to the provisions of Section 204 of the Companies Act, 2013 read with applicable rules made thereunder and Regulation 24A of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and all other applicable provisions (including any statutory modification(s) or re-enactment thereof, for the time being in force) and based on the recommendations of the Audit Committee and Board of Directors of the Company, M/s. B Chandra & Associates, Practicing Company Secretaries (Firm Registration No. P2017TN065700 and Peer Reviewed Certificate No. 1711/2022) be and is hereby appointed as the Secretarial Auditors of the Company for a term of five consecutive years from FY 2025-26 to 2029-30.

**RESOLVED FURTHER THAT** the Board of Directors of the Company be and are hereby authorised to fix the remuneration payable to the Secretarial Auditors, based on the recommendations of the Audit Committee, and do all such acts, deeds and things, as may be considered necessary in this regard.

7. **Prior approval for material related party transactions to be entered during October 2025 to September 2026, by passing the following as an Ordinary Resolution:**

**RESOLVED THAT** pursuant to Regulation 23 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, the prior approval be and is hereby accorded for purchase / sale of goods and services, and other transactions with Manali Petrochemicals Limited for the period from 1<sup>st</sup> October 2025 to 30<sup>th</sup> September 2026 for aggregate value upto ₹ 425 Crore (Rupees Four Hundred and Twenty-Five Crore only) plus taxes and duties, as may be applicable.

8. **To approve the payment of remuneration to Non-Executive Directors of the Company for the year 2024-25, by passing the following as a Special Resolution:**

**RESOLVED THAT**

- a. Pursuant to the provisions of Section 197 of the Companies Act, 2013 read with the rules made thereunder, Regulation 17(6) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and other applicable provisions, if any, and Article 126(c) of Articles of Association of the Company, the approval of members be and is accorded for payment of remuneration to the Non-Executive Directors of the Company for the year 2024-25 as detailed below, subject to deduction of tax as applicable:

| Sl. No. | Name                            | Amount (In ₹) |
|---------|---------------------------------|---------------|
| 01      | Ms. Mariam Pallavi Baldev, IAS* | 2,00,000      |
| 02      | Mr. Ashwin C Muthiah            | 5,00,000      |
| 03      | Mr. Dhananjay N Mungale%        | 1,00,000      |
| 04      | Ms. Sashikala Srikanth%         | 2,00,000      |
| 05      | Mr. G D Sharma                  | 5,00,000      |

| Sl. No. | Name                                  | Amount (In ₹)    |
|---------|---------------------------------------|------------------|
| 06      | Dr. N Sundaradevan, IAS (Retd.)       | 5,00,000         |
| 07      | Mr. Debendranath Sarangi, IAS (Retd.) | 5,00,000         |
| 08      | Lt. Col. (Retd.) C S Shankar          | 5,00,000         |
| 09      | Ms. Rita Chandrasekar                 | 4,00,000         |
| 10      | Ms. Latha Ramanathan                  | 3,00,000         |
| 11      | Mr. Sandeep Nanduri*                  | 2,00,000         |
| 12      | Mr. S Senthil Kumar*                  | 5,00,000         |
| 13      | Mr. Manish Nagpal                     | 1,00,000         |
|         | <b>Total remuneration</b>             | <b>45,00,000</b> |

\* Remuneration to Directors nominated by TIDCO would be paid to TIDCO directly;

% Mr. Dhananjay N Mungale and Ms. Sashikala Srikanth ceased to be the Independent Directors of the Company consequent to the completion of second term of appointment.

- b. The Board of Directors of the Company be and is hereby authorized to take necessary actions as may be required to give effect to the aforesaid approval, which shall include the power to settle all or any matter, issue or question arising out of or in relation to or incidental to the aforesaid proposal and to do all other acts, deeds, matters and things as, the Board in its absolute discretion and as may be necessary, expedient or desirable in this regard;

**Regd. Office:**

Manali Express Highway  
Manali, Chennai-600 068  
August 12, 2025

By Order of the Board  
for **Tamilnadu Petroproducts Limited**

Sangeetha Sekar  
**Company Secretary**

## IMPORTANT NOTES:

### Statutory information:

1. The Register of Members and the Share Transfer books of the Company will remain closed from 10<sup>th</sup> September 2025 to 17<sup>th</sup> September 2025 (both days inclusive) in connection with the Annual General Meeting (AGM) & payment of dividend.
2. The Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 (the Act), and disclosure under Regulation 36 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 setting out details relating to Special Business of the meeting is annexed hereto.
3. Information as required under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standards, in respect of the appointment / re-appointment of Director is furnished and form an Integral Part of the Notice.

### Meeting through Video Conference:

4. Pursuant to the General Circular No. 17/2020 dated April 13, 2020, No. 20/2020 dated 5<sup>th</sup> May 2020 and 09/2024 dated 19<sup>th</sup> September 2024 read with SEBI circular SEBI/HO/CFD/CFD-PoD-2/P/CIR/2024/133 dated 03.10.2024, the Meeting will be held through Video Conferencing or other Audio-Visual Means.
5. In terms of the above Circulars, as the meeting is convened through Video Conferencing or other Audio-Visual Means, there is no provision for members to appoint a proxy to attend the meeting. However, in pursuance of Section 112 and Section 113 of the Companies Act, 2013, representatives of bodies corporate can attend the AGM through VC and cast their votes through e-voting facility.
6. **For participating in the meeting through the VC, please see the instructions given in page no. 20.**
7. Members desirous of speaking at the meeting may register through the web portal of the Registrar & Transfer Agent, M/s. Cameo Corporate Services Limited which can be accessed through the link: <https://Investors.cameoindia.com>.

The aforesaid facility for Speaker registration will be open from 9:00 AM (IST) on Tuesday, 9<sup>th</sup> September 2025 to 5:00 PM (IST) on Thursday, 11<sup>th</sup> September 2025. It may please be noted that there will be no option for spot registration. **Only those shareholders who have registered through the above process will be able to speak at the meeting.**

8. Members who do not wish to speak during the AGM but have queries may send their queries on or before Wednesday, 10<sup>th</sup> September 2025 5.00 PM (IST), mentioning their name, demat account number/folio number, email ID, mobile number to [secy-legal@tnpetro.com](mailto:secy-legal@tnpetro.com). Such queries will be responded to, by the Company suitably.

### Dispatch of Annual Report and Notice of the meeting:

9. Electronic copy of the Annual Report for the year 2024-25 and the Notice of the 40<sup>th</sup> AGM are being sent to the Members whose email IDs are registered with the Company / NSDL / CDSL.
10. Annual Report and the Notice of the AGM are available in the Company's website viz., <https://www.tnpetro.com>. The AGM Notice is also disseminated on the website of CDSL (agency for providing the Remote e-voting facility and e-voting system during the AGM) i.e. <https://www.evotingindia.com/> and also on the website of the stock exchanges [www.bseindia.com](http://www.bseindia.com) and [www.nseindia.com](http://www.nseindia.com).

### Facility for Remote e-voting and Voting during the meeting:

11. Pursuant to Regulation 44 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Section 108 of the Companies Act, 2013, and the relevant Rules, the Company has entered into an arrangement with Central Depository Services (India) Limited (CDSL) to facilitate the Members to exercise their voting rights electronically on the Resolutions set forth in the Notice of Annual General Meeting. The detailed process for participating in e-voting is furnished in the Annexure to the Notice in page no.17.
12. Members who have cast their votes through remote e-voting may also attend the meeting in electronic mode. However, those members are not entitled to cast their vote again during the meeting. As per Rule 20 of the Companies (Management & Administration) Rules, 2014, facility for voting will also be made available at the meeting and Members who have not cast their vote by remote e-voting shall be able to exercise their right at the meeting, which would also be through electronic means.

### Payment of dividend and withholding tax thereon:

13. **As per SEBI Circular dated March 16, 2023, effective 1<sup>st</sup> April 2024, the payment of dividend would be made only in electronic mode to physical shareholders who have submitted their valid PAN (PAN linked with Aadhaar) and KYC details viz., contact details, Bank A/c details and specimen signature. If these details are not submitted, shareholders will receive a notification indicating that a dividend payment is due, which will be processed electronically upon receipt of the valid PAN and KYC information.**
14. **As the requirement of issuance of dividend warrant / other payment instruments have been disposed-of, the members are requested to update their KYC (including Bank Account details) with their depositories (in case of demat holdings) and with the Company / RTA (in case of physical holdings), to receive the dividend amount into the bank account.**
15. The dividend for the year 2024-25 upon declaration at the AGM, would be paid within the stipulated timeline. No dividend warrants would be issued.
16. Dividend is taxable in the hands of the recipient from 1<sup>st</sup> April 2020. The Company is required to deduct tax at source at the time of payment of dividend. Accordingly, TDS would be deducted @ 20% if the Member has not provided his/her valid PAN and @ 10% in other cases.
17. Tax Deduction would be based on PAN and so in the case of multiple holding by the same first named person, dividend amount would be aggregated for determining the TDS rate.
18. If the Member
  - a) Is a resident individual and the amount of dividend does not exceed INR 5,000 or furnishes a declaration in Form 15G/15H, no such deduction will be made;
  - b) Is a Non-Resident or Foreign Institutional Investor or a Foreign Portfolio Investor, the tax deduction would be @ 20%;
  - c) Is other than (a) or (b) above, TDS would be deducted irrespective of the amount @ 10% or as the case may be 20%, in the absence of a valid PAN;
  - d) In case of holder of securities in physical form, if the PAN is not linked with Aadhaar Number, then the PAN would be treated as Inoperative PAN and dividend would be paid only if the shareholder updates the Valid PAN;
  - e) In case of no PAN/Invalid PAN/Specified Person as defined under Section 206AB of the Income Tax Act, 1961, tax will be deducted at a higher rate as prescribed under Section 206AA or 206AB of the Act, as applicable.

- f) In addition to the above, surcharge and cess as applicable will be deducted;
  - g) Resident shareholders may also submit certificate under Section 197 of the Income Tax Act, 1961, issued by the concerned authority for no or lower deduction of tax;
  - h) Non-Resident Shareholders, including foreign companies and institutional investors like FIIs, FPIs, etc., if eligible can avail lower withholding taxes under the Double Taxation Avoidance Agreements by submitting the necessary documents such as Tax Residency Certificate, Form 10F and other declarations specified in the relevant Rules.
19. The aforesaid forms and declarations may be provided through the web-portal of the RTA <https://Investors.cameoindia.com>. It may please be noted that physical copies of the Forms will not be acceptable, and so Members may provide the declaration only through electronic mode. The facility for providing the declaration for Dividend 2024-25 will not be available after 18<sup>th</sup> September 2025 5:00 PM.

**Unpaid/Unclaimed Dividend:**

20. The details of unpaid dividend relating to the years 2017-18 to 2021-22 as on 26<sup>th</sup> September 2024 being the date of the last AGM is available in the website of the Company <https://www.tnpetro.com/investors/unpaid-dividend/>. The updated details of unpaid dividend as on the date of the ensuing AGM relating to the years 2018-19 to 2023-24 will be uploaded on the Website of the Company in due course.
21. As per Section 125 of the Act, the dividend amount remaining unpaid / unclaimed by the Shareholders for a period of seven years are required to be transferred to the Investor Education and Protection Fund Authority (IEPFA). In this connection, during the year, the Company was not required to transfer any such unpaid/unclaimed dividend amount to IEPFA.
22. During September 2025, the unclaimed / unpaid dividend amount pertaining to FY 2017-18 is required to be transferred to the Fund created by IEPFA. In addition to the said dividend, the corresponding shares would also be transferred to the IEPF, if the shareholder has failed to encash/claim the dividends for a continuous period of seven consecutive years since 2017-18. Notices have also been sent to the concerned shareholders by way of individual communication and newspaper advertisements with the cut-off date as 15<sup>th</sup> August 2025, to claim dividend and avoid transfer of dividend/shares to IEPF.
23. Shareholders who are yet to claim the outstanding dividends pertaining to FY 2018-19 onwards, are requested to contact the Company or Cameo Corporate Services Limited, RTA, at an early date and lodge their claims, to avoid transfer of said dividends to IEPF.
24. As per the extant law, the shareholders are entitled to claim the unpaid dividends transferred to IEPF. For which, they are required to submit the request through Form IEPF-5. The procedure for submission of claim is available in the website of the Company and also in IEPF website <https://www.iepf.gov.in/IEPF/refund.html>.

**General:**

25. To prevent fraudulent transactions, Members are advised to exercise due diligence and notify the Company of any change in address or demise of any member as early as possible. Members are also advised not to leave their demat account(s) inactive. Periodic statement of holdings shall be obtained from the concerned Depository Participant and the holdings shall be verified.
26. Pursuant to proviso to Regulation 40(1) of the Listing Regulations, effective 1<sup>st</sup> April 2019 transfer of securities shall not be processed by the Company in physical form. Therefore, the shareholders desirous of transferring their shares are requested to dematerialize their holdings. Pursuant to Regulation 39 & 40, effective 24<sup>th</sup> January 2022, subsequent to processing of requests relating to transmission, transposition, issuance of duplicate certificates, the shares shall be issued only in dematerialised form.

27. Members may avail nomination facility in respect of their holdings. Those holding shares in physical form may download the form available in the website of the Company and submit the same to the RTA. Those holding shares in demat form may approach their DP for registering the nomination.
28. The documents and information to be made available for inspection by the Members during the AGM will be provided electronically through the e-Voting platform of CDSL.
29. SEBI vide Circular dated 03-11-2021, 14-12-2021, 16-03-2023 and 10-06-2024 had mandated the Company to disseminate the requirement to furnish valid PAN and KYC details viz., Contact details, Bank account details, Specimen signature by the holders of physical shares, on the website of the Company, and also directly intimate the shareholders about the folios which are incomplete. Accordingly, individual letters were sent to those shareholders whose folios are incomplete. Despite the same, many shareholders have not come forward to submit the information.  
  
Folios wherein any one of the aforesaid information are not available, the holders of securities under such folios shall be eligible to receive payments (including dividend) and lodge grievances only after furnishing the complete documents.  
  
***In this connection, notices were sent to the members, whose folio has incomplete information. Members are requested to furnish the specified documents/information with the RTA, at the earliest.***
30. SEBI vide Circular No. SEBI/HO/MIRSD/MIRSD-PoD/P/CIR/2025/97 dated July 2, 2025, has announced a special window for the re-lodgement of physical share transfer requests that were originally submitted before April 1, 2019, and were rejected or returned due to deficiencies in documentation. This window is available from July 7, 2025, to January 6, 2026. Please note that the shares will be issued only in demat mode, subject to verification of all relevant documents and successful processing. Shareholders who wish to utilize this facility are requested to contact the Company's Registrar and Share Transfer Agent, Cameo Corporate Services India Limited with required documents.

---

## ANNEXURE TO THE NOTICE

### A. EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013 ("the Act")

#### Item No. 4

Based on the recommendations of Audit Committee and Board of Directors of the Company, the shareholders at the 37<sup>th</sup> Annual General Meeting (AGM) held on 29<sup>th</sup> September 2022 had appointed M/s. RGN Price & Co., Chartered Accountants, Chennai (ICAI Registration No. 002785S) as the Statutory Auditors of the Company to hold office from the conclusion of 37<sup>th</sup> AGM until the conclusion of 42<sup>nd</sup> AGM of the Company, and approved the remuneration payable as ₹ 30 lakh per year for the financial year 2022-23 and 2023-24. Subsequently, at the 39<sup>th</sup> AGM of the Company held on 26<sup>th</sup> September 2024 had approved the remuneration as ₹ 32 lakh per year, excluding reimbursement of out-of-pocket expenses and taxes as applicable, for the remaining tenure of 3 financial years i.e. from 2024-25 till 2026-27, based on their performance as recommended by Audit Committee and Board of Directors.

As per Section 142 of the Act, the remuneration to the Auditors of the Company shall be approved by the shareholders in the general meeting. Considering the enhanced responsibilities and documentation requirements of the auditors, based on the recommendations of Audit Committee, the Board recommends revision in remuneration of Auditors from ₹ 32 lakh (Rupees Thirty-Two Lakh only) per annum to ₹ 34 lakh (Rupees Thirty-Four Lakh only) per annum, excluding reimbursement of out-of-pocket expenses and taxes as applicable, for the audit of accounts and related services for

the remaining two financial years i.e. 2025-26 and 2026-27, as set out in item no. 4 of the Notice for approval of the members as an Ordinary Resolution.

None of the Directors, Key Managerial Personnel of the Company and their relatives are concerned or interested, financially or otherwise, in the above resolution.

#### **Item No. 5**

As per Section 148 of the Act read with the Companies (Audit and Auditors) Rules, 2014, the remuneration to the Cost Auditors as recommended by Audit Committee, and approved by the Board, shall be ratified by the Members. Accordingly, the Board of Directors at the Meeting held on 12<sup>th</sup> August 2025 had appointed M/s. B Y & Associates, Cost Accountants, Chennai as the Cost Auditors of the Company for the year 2025-26, on a remuneration of ₹ 1.75 lakh (Rupees One lakh Seventy-Five thousand only), plus applicable taxes and reimbursement of out-of-pocket expenses as may be incurred in this connection, as recommended by the Audit Committee. The Board recommends the remuneration payable to cost auditors for FY 2025-26 as set out in item no. 5 of the Notice for approval of the members as an Ordinary Resolution.

None of the Directors, Key Managerial Personnel of the Company and their relatives are concerned or interested, financially or otherwise, in the above resolution.

#### **Item No. 6**

Pursuant to the amended provisions of Regulation 24A of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("LODR Regulations") notified on December 12, 2024, the Audit Committee and the Board of Directors at their respective meetings held on August 12, 2025 approved and recommended the appointment of M/s. B Chandra & Associates, Practicing Company Secretaries (Firm Registration No. P2017TN065700 and Peer Reviewed Certificate No. 1711/2022) as the Secretarial Auditors of the Company on the following terms and conditions:

- For a term of 5 consecutive years from financial year 2025-26 until the financial year 2029-30;
- The proposed fee for the audit for FY 2025-26 is ₹ 2,25,000/- per annum plus applicable taxes. It is proposed to delegate powers to the Board of Directors to determine the remuneration payable for the remaining tenure of appointment, subject to compliance with applicable laws;
- The scope of audit shall be as prescribed under the LODR Regulations and the Companies Act, 2013, as may be amended from time to time;
- The Board of Directors of the Company based on the recommendation of the Audit Committee, at its meeting held on August 12, 2025 after duly evaluating and considering various factors such as industry experience, competency of the audit team, efficiency in conduct of audit, independence has approved and recommends the appointment of M/s. B Chandra & Associates, Practicing Company Secretaries as Secretarial Auditors;
- M/s. B Chandra & Associates is headed by CS B Chandra who is the Founder & Senior Partner. The firm was set up by her after 17 years of Corporate Law Experience with the Ministry of Corporate Affairs, Government of India at a senior position. The firm is undertaking Secretarial audits covering listed and unlisted entities operating in various sectors such as automobiles, Fertilizers & Chemicals, NBFC, Real Estate and Renewable Energy. The firm has qualified & experienced partners and staff / smart collaborations to complement geography reach and strong confluence of people, process and technology. In terms of the amended regulations, M/s. B Chandra & Associates has provided a confirmation that they have subjected themselves to the peer review process of the Institute of Company Secretaries of India and hold a valid peer review certificate;

- The Board believes that M/s. B Chandra & Associates experience of conducting secretarial audit for large listed companies and knowledge of the legal and regulatory framework will be invaluable to the Company in ensuring continued adherence to compliance requirements under various applicable laws.
- M/s. B Chandra & Associates have given their consent to act as Secretarial Auditors of the Company and confirmed that their aforesaid appointment, if approved, would be compliant with the requirements prescribed under the LODR Regulations and the guidelines issued by the ICSI and fulfils the eligibility requirements to issue report under Section 204 of the Companies Act, 2013 read with Rules made thereunder.
- In addition to the secretarial audit, M/s. B Chandra & Associates shall provide such other services in the nature of certification and other professional work, as approved by the Board of Directors.

The Board recommends the proposal for appointment of M/s. B Chandra & Associates, Practicing Company Secretaries, Chennai as Secretarial Auditors, for a term of 5 financial years for approval of the members by way of an Ordinary Resolution as set out under Item No.6 of the Notice.

None of the Directors, Key Managerial Personnel of the Company and their relatives are concerned or interested, financially or otherwise, in the above resolution.

#### **Item No. 7**

The Company has been transacting with Manali Petrochemicals Limited (MPL) for more than 3 decades for the purchase/sale of various goods/services. MPL is a major customer of the Company for its products such as Propylene Oxide, Chlorine, etc., and at times, the Company also purchases materials from MPL. MPL is purchasing Propylene Oxide from TPL since 2017-18 for its derivative plants, which is in addition to the other products/services.

TPL and MPL are not related parties under the provisions of the Companies Act, 2013. However, MPL has been identified as a Related Party of the Company under the Ind AS 24 and so the requirements relating to transactions with Related Parties are being complied with. The transactions with MPL have always been in the ordinary course of business at arms' length and would continue to be so, aligned to the extant market conditions and prevailing terms of sale/purchase. Accordingly, they are not covered under Section 188 of the Act. However, the stipulations in the Listing Regulations are attractive.

It is essential for the Company to continue the transactions with MPL, being a major customer for more than 3 decades, which takes place at arm's length.

In terms of the relevant Policy of the Company read with Regulation 23 of the Listing Regulations, the transactions with Related Parties would be deemed material, if the value is more than one thousand crore or 10% of the consolidated turnover of the Company in the preceding financial year. In this connection, pursuant to Regulation 23(4) of Listing Regulations, prior approval of Members for the material transactions with MPL for the period from 1<sup>st</sup> October 2024 to 30<sup>th</sup> September 2025 was obtained at the 39<sup>th</sup> AGM held on 26<sup>th</sup> September 2024.

It is estimated that the value of transactions with MPL during the period Oct-2025 to Sept-2026 would amount to ₹ 425 Crore (Rupees Four Hundred and Twenty-Five Crore) (excluding taxes and duties as applicable), which constitute more than 20% of the consolidated turnover of the Company for the financial year 2024-25. Accordingly, the said material related party transaction requires approval of Members.

As required under Regulation 23 of the Listing Regulations, the Audit Committee at the meeting held on 26<sup>th</sup> March 2025 accorded its prior approval for transactions with MPL during the period from 1<sup>st</sup> October 2025 to 30<sup>th</sup> September 2026 up to ₹ 425 Crore plus applicable taxes and duties. In terms of SEBI's Circular dated 22<sup>nd</sup> November 2021 all the required information, viz., the name of the

Party, nature of the relationship, details of the proposed transactions, tenure, justification and all other relevant details were submitted to the Audit Committee for consideration.

In the light of the above, the Board recommends the resolution as set out in item no. 7 of the Notice for approval of the members.

None of the Directors and Key Managerial Personnel of the Company or their relatives are concerned or interested, financially or otherwise in the aforesaid proposal.

#### **Item No. 8**

The Non-Executive Directors (NEDs) of the Company possess diverse knowledge and have rich experience in their respective areas of expertise. They provide critical and strategic advice on various matters, and the Company is immensely benefitted from their guidance. They are paid sitting fees for attending the Board meeting, which do not commensurate with their contributions to the Company. So, it has been proposed that they be paid remuneration over and above the sitting fees, for FY 2024-25 as set out in the resolution. In terms of the Remuneration Policy of the Company, the aforesaid remuneration has been recommended by the Nomination & Remuneration Committee and approved by the Board at their respective meetings held on 6<sup>th</sup> May 2025.

As per Article 126(c) of the Articles of Association of the Company, subject to the provisions of the Act, the Company in General Meeting may by a special resolution, sanction and pay to the Directors, other than executive directors, in addition to the sitting fees for attending the meetings of the Board, a remuneration not exceeding such percentage of the net profits of the company calculated in accordance with the provisions of the Act. The said amount of remuneration shall be paid to all or any such Director(s) of the Company who held office as Non-Executive Director at any time during the financial year in respect of which such remuneration is paid in such proportion or manner as prescribed under the Act or as determined by the Board.

Section 197 of the Act provides that the NEDs may be paid remuneration up to 1% of the net profits of the Company in the form of fee, remuneration or commission. In this connection, it may be noted that the proposed amount of ₹ 45 lakh is well within the limits fixed under the Act.

Under Regulation 17 of the Listing Regulations, any fee or other payments to NEDs are to be determined by the Board and requires approval of Members. Accordingly, approval of the Members is sought for the proposal by way of a Special Resolution as set out in item no. 8 of the Notice.

Except the Non-Executive Directors and their relatives, none of the other Directors or Key Managerial Personnel of the Company or their relatives are concerned or interested, financially or otherwise in the aforesaid proposal.

#### **B. DISCLOSURE PURSUANT TO LISTING REGULATIONS AND SECRETARIAL STANDARDS ON GENERAL MEETINGS (SS-2)**

|                             |                              |
|-----------------------------|------------------------------|
| <b>Name of the Director</b> | <b>Ashwin C Muthiah</b>      |
| <b>DIN</b>                  | 00255679                     |
| <b>Date of Birth</b>        | 1 <sup>st</sup> January 1966 |

|                                                                                                                           |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |
|---------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>Name of the Director</b>                                                                                               | <b>Ashwin C Muthiah</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |
| <b>Qualification, Experience and Expertise in specific functional area and Date of first appointment on the Board</b>     | <p>Mr. Ashwin C Muthiah is the Founder Chairman of AM Group of Companies, Singapore which has interests across the globe in fertilizers, petrochemicals, distribution, infrastructure, healthcare and green energy. He is a commerce graduate from Loyola College, Chennai. After completing his post-graduation in management studies in the US, he joined the Group in India.</p> <p>Mr. Ashwin, a third-generation business leader, has led the Group since 2001. He initiated the strategic re-orientation of various business entities to transform them into future-ready and sustainable entities in the new global economic environment. Today, the US\$ 2 billion Group's ventures span diverse, traditional and new-age businesses across India, South East Asia and the UK.</p> <p>Mr. Ashwin is the Consul General Ad Honorem for the Republic of Philippines in India and has served as a member of the Singapore Economic Development Board (EDB). His philanthropic interests are focused on the areas of primary healthcare and education, sanitation, wellness and well-being issues through the CSR efforts of AM Foundation. He is also a trustee of the Saigon Chettiars' Temple Trust in Singapore that promotes ancient history, culture and traditions.</p> <p>Mr. Ashwin also heads the Boards of the various group companies such as Southern Petrochemical Industries Corporation (SPIC), Manali Petrochemicals Limited (MPL), Sicagen India Limited and Wilson International, Singapore.</p> <p>Date of first appointment:- 23<sup>rd</sup> July 2001.</p> |
| <b>Terms and conditions of appointment or re-appointment along with details of remuneration paid or sought to be paid</b> | <p>Re-appointment as a Director liable to retire by rotation.</p> <p>Remuneration: Sitting fees as approved by the Board within the limits prescribed under the Companies Act, 2013</p>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |
| <b>Membership / Chairmanship of Committees of the Board of Directors of the Company</b>                                   | Nil                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| <b>Number of Meetings of the Board attended during the year</b>                                                           | 5 (Five) during FY 2024-25                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |

|                                                                                                        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |
|--------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>Name of the Director</b>                                                                            | <b>Ashwin C Muthiah</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |
| <b>Other Directorships and Membership / Chairmanship of Committees of other Boards</b>                 | <p><b>A. Other Directorship (Listed Entities):</b></p> <ol style="list-style-type: none"> <li>1. Tuticorin Alkali Chemicals and Fertilizers Limited</li> <li>2. Manali Petrochemicals Limited</li> <li>3. Sicagen India Limited</li> <li>4. Southern Petrochemical Industries Corporation Limited</li> </ol> <p><b>(Other than Listed Entity)</b></p> <ol style="list-style-type: none"> <li>1. AM Foundation</li> <li>2. MITSUBA India Private Limited</li> <li>3. AMI Holdings Private Limited</li> </ol> <p><b>B. Member / Chairperson of Committee of other Boards:</b></p> <p>Nil</p> |
| <b>Listed entities from which the director has resigned from directorship in the past three years.</b> | Nil                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |
| <b>No of shares held in the Company</b><br><b>(including Beneficial Ownership)</b>                     | Nil                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |
| <b>Relationship with other Directors, Manager and other Key Managerial Personnel of the Company</b>    | Nil                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |

**Regd. Office:**

Manali Express Highway,  
Manali, Chennai - 600 068  
August 12, 2025

By Order of the Board  
for **Tamilnadu Petroproducts Limited**

Sangeetha Sekar  
**Company Secretary**

## GUIDANCE TO SHAREHOLDERS FOR REMOTE E-VOTING

1. The voting period begins on Friday, 12<sup>th</sup> September 2025 (9:00 AM IST) and ends on Tuesday, 16<sup>th</sup> September 2025 (5:00 PM IST). During this period, the shareholders of the Company holding shares either in physical form or dematerialized form, as on the cut-off date being 9<sup>th</sup> September 2025 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
2. Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting.
3. In terms of SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories. Shareholders are advised to update their mobile number and email ID in their demat accounts in order to access e-voting facility.
4. Pursuant to abovementioned SEBI Circular, login process for e-voting and joining the virtual meeting for individual shareholders holding securities in Demat mode NSDL/CDSL are given below:

### i. Shareholders holding securities with CDSL

- a) If you have opted for CDSL Easi / Easiest facility, you can login using your existing user ID and password. The URL to login to Easi / Easiest is <https://web.cdslindia.com/myeasitoken/Home/Login>. Alternatively, you can visit [www.cdslindia.com](http://www.cdslindia.com) and click on Login icon and select My Easi New (Token).
- b) After successful login, you will be able to see the e-Voting option for eligible companies where the e-Voting is in progress as per the information provided by the respective Company. On clicking the e-Voting option, you will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or join the Virtual meeting & vote during the meeting.
- c) Links are also provided to access the system of all the e-Voting Service Providers, so that you can visit the e-Voting service providers' website directly.
- d) If you are not registered for Easi/Easiest, option to register is available at <https://web.cdslindia.com/myeasitoken/Registration/EasiRegistration>.
- e) Alternatively, you may directly access e-Voting page by providing Demat Account Number and PAN No. from the e-Voting link available on [www.cdslindia.com](http://www.cdslindia.com) home page or click on the below link: <https://evoting.cdslindia.com/Evoting/EvotingLogin/>. The system will authenticate your credentials by sending OTP on the registered Mobile & email as recorded in the Demat Account. On successful authentication, you will be able to see the e-Voting option where the e-Voting is in progress and also able to directly access the system of all e-Voting Service Providers.

### ii. Shareholders holding securities with NSDL

- a) If you are already registered for NSDL IDeAS facility, please visit the link: <https://eservices.nsdl.com/> and click on "Beneficial Owner" Tab under "Login" which is available under 'IDeAS' section. You will be re-directed to a page, where you have to enter User ID and Password. After successful authentication, you will be logged into the IDeAS portal. Click on "Access to e-Voting" under "Value Added Services" and you will be able to view e-Voting page. Click on the name of the Company or e-Voting service provider i.e. CDSL and you will be re-directed to CDSL website for casting your vote during the remote e-Voting period or join Virtual meeting & vote during the meeting.

- b) If you are not registered for IDeAS Services, you may register using the link: <https://eservices.nsdsl.com/SecureWeb/IdeasDirectReg.jsp> and follow the process mentioned above;

(or)

- c) Open the URL: <https://www.evoting.nsdsl.com/> and on the home page of e-Voting services, click on "Login" under the 'Shareholder/Member/Creditor' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number with NSDL), Password/OTP and a Verification Code as shown on the screen. On successful authentication, you will be redirected to NSDL wherein you will be able to see e-Voting page. Click on the name of the Company or e-Voting service provider i.e. CDSL and you will be redirected to CDSL website for casting your vote during the remote e-Voting period or join Virtual meeting & vote during the meeting.

### iii. Login through their Depository Participants

You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you may click on e-Voting option that appears, which will redirect you to NSDL/CDSL website after successful authentication, wherein you can see e-Voting feature. Click on the name of the Company or e-Voting service provider i.e. CDSL and you will be redirected to e-Voting website of CDSL for casting your vote during the remote e-Voting period or join Virtual meeting & vote during the meeting.

### iv. Retrieving User ID/Password

Members who are unable to retrieve User ID/ Password, please use Forget User ID and Forget Password option available at respective website and follow the instructions for resetting the information.

### v. Help Desk in case of log-in issues for demat holders:

| Login type                                                         | Helpdesk details                                                                                                                                                                                                            |
|--------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Individual Shareholders holding securities in Demat mode with CDSL | Members facing any technical issue in login can contact CDSL helpdesk by sending a request at <a href="mailto:helpdesk.evoting@cdslindia.com">helpdesk.evoting@cdslindia.com</a> or contact at tollfree no. 1800 21 0 99 11 |
| Individual Shareholders holding securities in Demat mode with NSDL | Members facing any technical issue in login can contact NSDL helpdesk by sending a request at <a href="mailto:evoting@nsdl.co.in">evoting@nsdl.co.in</a> or call at tollfree no.: 022 4886 7000 and 022 2499 7000           |

## 5. Physical Shareholders and Shareholders other than Individuals holding in Demat Form: Login method for e-Voting and for attending Virtual Meeting

- Access the link: [www.evotingindia.com](http://www.evotingindia.com) in your web browser and Click on "Shareholders/Members" Tab.
- You will be re-directed to a page, where you can enter User ID as given below and login:
  - For CDSL: 16 digits beneficiary ID
  - For NSDL: 8 Character DP ID followed by 8 Digits Client ID
  - Shareholders holding shares in Physical Form to enter Folio Number
- Enter the Image Verification as displayed and Click on Login.
- If you are holding shares in demat form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) and participated in any e-voting process of any other Company earlier, then your existing password can be used.

- e. If you are a first-time user follow the steps given below:

|                                                | <b>For Physical shareholders and other than individual shareholders holding shares in Demat</b>                                                                                                                                                                                                                                                                                  |
|------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| PAN                                            | <p>Enter your PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)</p> <ul style="list-style-type: none"> <li>- Shareholders who have not updated their PAN with the Company/ Depository Participant are requested to use the sequence number which is available in the e-mail forwarding the Annual Report.</li> </ul> |
| Dividend Bank Details (or) Date of Birth (DOB) | <p>Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the Company records in order to login.</p> <ul style="list-style-type: none"> <li>- If both the details are not recorded with the Depository or Company please enter the member ID / folio number in the Dividend Bank details field.</li> </ul>              |

- f. After entering these details appropriately, click on "SUBMIT" tab.
- g. Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- h. For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- i. Click on the EVSN for Tamilnadu Petroproducts Limited.
- j. On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- k. Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- l. After selecting the resolution, you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- m. Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- n. You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.
- o. If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- p. You can also cast your vote using CDSL's mobile app "m-Voting". The m-Voting app can be downloaded from respective Store. Please follow the instructions as prompted by the mobile app for Remote e-Voting on your mobile.
- q. There is also a provision to upload Board Resolution/Power of Attorney, if any uploaded, which will be made available to scrutinizer for verification.

**6. For attention of Non-Individual Shareholders and Custodians: applicable for Remote Voting and not for attending the AGM or attending the voting thereat:**

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

**THOSE SHAREHOLDERS WHOSE EMAIL ADDRESSES ARE NOT REGISTERED WITH THE RTA OR DEPOSITORIES MAY USE THE WEB LINK OF THE RTA <https://Investors.cameoindia.com> AND FOLLOW THE INSTRUCTIONS THEREIN.**

In case of any difficulty, please contact the RTA. Upon registration of the email ID as above, the RTA will provide the login credentials for e-voting along with the notice of the AGM.

**GUIDANCE TO SHAREHOLDERS TO ATTEND THE AGM THROUGH VC ARE AS UNDER:**

1. The procedure for attending meeting & e-Voting at the meeting is same as the instructions mentioned above for remote e-Voting.
2. The link for VC to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for e-Voting.
3. Members may join the AGM through VC mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. **In other words, the window for joining the meeting would be available from 1:45 PM to 2:15 PM on the AGM Day.**
4. The facility of participation at the AGM through VC/ OAVM will be made available for 1000 shareholders on ‘first come first serve’ basis. This will not include large shareholders (i.e. shareholders holding 2% or more), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of ‘first come first serve’ basis.
5. The attendance of the Members attending the AGM through VC will be counted for the purpose of ascertaining the quorum under Section 103 of the Companies Act, 2013.
6. Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience. Shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.

7. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
8. Only those shareholders who have registered themselves as a speaker will be allowed to express their views/ask questions during the meeting. There is no provision for spot registration to speak at the meeting.
9. Shareholders are requested not to permit any other person to use their login credentials, as it would be a violation of the provisions of the Companies Act, 2013 and the Rules made thereunder.

#### **GUIDANCE TO SHAREHOLDERS FOR E-VOTING DURING THE MEETING ARE AS UNDER:-**

1. The procedure for e-Voting on the day of the AGM is same as mentioned above for Remote e-voting.
2. Only those shareholders, who are present in the AGM through VC/OAVM facility and have not cast their votes on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the AGM.
3. E-voting facility during the meeting will be available from the beginning of the Meeting till 5 minutes after the close of the meeting. Shareholders may, at their option, vote at any time during this period. The voting facility will be closed thereafter.
4. Shareholders who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.

#### **FOR THE ATTENTION OF NON-INDIVIDUAL SHAREHOLDERS AND CUSTODIANS**

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to [www.evotingindia.com](http://www.evotingindia.com) and register themselves in the "Custodian/Corporates" Tab.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).
- After receiving the login details a Compliance User shall be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
- The list of accounts linked in the login should be mailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) and on approval of the accounts they would be able to cast their vote.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Authorised Representative/Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- Non-Individual shareholders who have voted from the tab for individuals or not submitted the relevant documents in the CDSL e-Voting system are required to send the relevant Board Resolution/Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote by email, to the Scrutinizers [bchandraassociates@gmail.com](mailto:bchandraassociates@gmail.com) and to the Company at [secy-legal@tnpetro.com](mailto:secy-legal@tnpetro.com).

#### **Contact For Further Information**

If you have any queries or issues regarding attending AGM & e-Voting from the CDSL e-Voting System, you can write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or contact at tollfree no. 1800 21 09911.

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager (CDSL), Central Depository Services (India) Limited, A Wing, 25<sup>th</sup> Floor, Marathon Futrex, Mafatal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or call at tollfree no. 1800 21 09911.

## DIRECTORS' REPORT AND MANAGEMENT DISCUSSION & ANALYSIS REPORT TO THE SHAREHOLDERS

Dear Shareholders,

Your Directors have pleasure in presenting the Fortieth Annual Report together with the Audited Financial Statements of the Company for the year ended 31<sup>st</sup> March 2025. The Management Discussion & Analysis Report which is required to be furnished as per SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("the Listing Regulations") is also presented as part of this Report.

### FINANCIAL RESULTS

The summary of the financial results prepared as per the Indian Accounting Standards (Ind AS) is given below:

(₹ In Crore)

| Description                                   | 2024-25      | 2023-24      |
|-----------------------------------------------|--------------|--------------|
| Earnings Before Interest Depreciation and Tax | 84.14        | 100.82       |
| Interest                                      | 6.26         | 7.18         |
| Depreciation                                  | 25.26        | 22.62        |
| <b>PBT (before exceptional item)</b>          | <b>52.63</b> | <b>71.02</b> |
| Exceptional item                              | 18.50        | (14.02)      |
| <b>PBT (after exceptional item)</b>           | <b>71.13</b> | <b>56.99</b> |
| Tax expenses                                  | 19.70        | 14.21        |
| <b>Profit After Tax</b>                       | <b>51.42</b> | <b>42.78</b> |

### HIGHLIGHTS OF OPERATIONS

Linear Alkyl Benzene (LAB), the major product, continued to be the key contributor for the bottom line. Despite the low-cost imports of LAB continued to pose a challenge to the pricing in domestic markets, demand for LAB improved during the last quarter with supply constraints resulting from few other plants going for turnarounds. This helped improve the net realization on overall sales.

Crude prices experienced a steady decline through the year, falling from mid 80 USD levels to ~70 USD level by March 2025. Strategic timing in benzene procurement enabled the Company to benefit from lower prices and effective inventory management, thereby controlling the cost of this key raw material.

Specific consumption of key utilities remained within the limits as we could achieve budgeted levels of production. Sourcing the essential intermediate, Normal Paraffin, remained challenging as its prices continued to be volatile despite the overall decline in crude oil prices, primarily due to a global shortage.

The decline in Caustic Soda prices observed during the first half of the year, driven by sluggish demand in certain end-use sectors, reversed during the second half, with substantial improvement in prices essentially triggered by supply issues in China market.

The domestic market for Propylene Oxide (PO) faced significant challenges due to the influx of lower-priced imported downstream Polyols. As a result, PO offtake became a major challenge since Q3 of FY2024-25. However, domestic demand for PO is anticipated to recover starting from the Q2 of 2025-26.

Your Company maintained its strategy of prudent Raw Material Sourcing, effective inventory management and procurement of Renewable Power at competitive prices, as part of its ongoing efforts to sustain margins. In its efforts to increase the capacity of the LAB plant from the current 120 KTPA to 145 KTPA, the Company has made significant progress, completing civil works and commencing the erection of major equipments. As of 31<sup>st</sup> March 2025, an expenditure of ₹ 273 Crore has been committed against the estimated LAB revamp project cost of ₹ 310 Crore. The revamped plant is scheduled to be commissioned by the Q3 of FY 2025-26.

Your Company in order to modernise the existing Caustic Soda plant & to enhance its capacity from 150 TPD to 250 TPD, had estimated an outlay of ₹ 190 Crore. The HCD revamp project is in execution stage and as on 31<sup>st</sup> March 2025, an expenditure of ₹ 175 Crore has been committed against the estimated project cost of ₹ 214 Crore. The modernized plant is also planned for commissioning by Q4 of FY 2025-26.

As a responsible corporate entity, the Company has developed a comprehensive roadmap to achieve decarbonization, outlining several short, medium, and long-term objectives. Detailed techno-

commercial evaluations have already commenced for the initiatives identified to be viable. The product carbon footprint for LAB and Caustic Soda Lye has been assessed to identify key areas for improvement, with the goal of making our products more environment friendly. Additionally, renewable power consumption increased by 42% during FY 2024-25 compared to FY 2023-24, contributing to reduced carbon footprint at HCD plant.

## FINANCIAL REVIEW

Despite continued macroeconomic challenges and pricing pressure due to unabated imports and rising raw material costs, your Company achieved revenue from operations of ₹ 1,826.78 Crore as against ₹ 1,668.57 Crore in the previous year. Net Profit achieved was ₹ 51.43 Crore as compared to ₹ 42.78 Crore in the previous year.

Exceptional item includes ₹ 7.55 Crore incurred during the year towards material damage and Plant restoration activities (Michaung cyclone – Dec'23). An amount of ₹ 26.05 Crore has been received from the insurers as an adhoc amount pending assessment report from surveyor.

CARE Ratings Limited reaffirmed Company rating to CARE A+; Stable (Single A Plus; Outlook: Stable) for Long Term Bank facilities (term loans and fund-based working capital facilities) and CARE A1+ (A One Plus) ratings for Short Term Bank facilities (non-fund based working capital facilities).

## DIVIDEND

Pursuant to Regulation 43A of the Listing Regulations, the Company has a Dividend Distribution Policy approved by the Board, a copy of which is available on the website of the Company: <https://www.tnpetro.com/wp-content/uploads/2021/07/5.-Dividend-Distribution-Policy.pdf>

In line with the parameters prescribed by the policy, your directors are pleased to recommend a dividend of 12% i.e. ₹ 1.20 per equity share of face value of ₹ 10/- each fully paid up, for the year 2024-25, aggregating to ₹ 10.80 Crore subject to withholding of taxes.

## INDUSTRY STRUCTURE AND DEVELOPMENTS

Linear Alkyl Benzene (LAB) is an organic compound primarily used as an intermediate in the production of surfactant linear alkylbenzene sulphonate (LAS),

also known as linear alkylbenzene sulphonic acid (LABSA). This compound is essential to produce biodegradable detergents. LAB is predominantly used in the formulation of laundry detergents, light-duty dishwashing liquids, industrial and household cleaners, as well as in applications such as crop protection and enhanced crude oil recovery. Demand for LAB is directly influenced by trends in the FMCG industry, which is a highly dynamic and commoditized industry.

The commercial production of LAB began in the mid-20<sup>th</sup> century, marking a significant advancement in the detergent industry. Prior to LAB, soaps made from animal fats and vegetable oils were the primary cleaning agents. The development of LAB provided a more efficient, cost-effective, and versatile alternative, revolutionizing the cleaning products market.

The global LAB market has experienced significant growth, reaching approximately 4.41 million tonnes in 2024, with projections indicating a compound annual growth rate (CAGR) of 4.09% through 2035, potentially reaching around 6.6 million tonnes. Factors driving this demand include heightened health awareness, an ageing population, and changing lifestyles that emphasize cleanliness. Asia stands out as the largest producer and consumer of LAB, with India, China, and the Middle East being the leading manufacturers.

LAB manufacturing in India commenced in 1978 with the commissioning of IPCL's facility in Vadodara. Subsequently, other manufacturing facilities were established by Reliance Industries Limited, TPL, Nirma, and IOC. Until 2002, the LAB demand and supply situation in India remained fairly balanced. However, after the commissioning of two manufacturing facilities in the Middle East and another by IOC in India, the supply situation in India significantly exceeded the demand. LAB production capacity expanded globally and before the growth rate could account for the excess supply, additional capacities emerged in the Middle East and Southeast Asia. Consequently, this led to the increase in LAB imports into India. In recent years, the Indian domestic sector has encountered stiff competition due to globalization and legislative changes, including the Free Trade Agreement (FTA). Cheaper imports, primarily from the Middle East, Thailand, and China, have posed

a significant challenge. The Directorate General of Trade Remedies (DGTR) assessed the extent of injury faced by domestic LAB manufacturers, as imports from Qatar and Iran continued to enter the market at significantly lower prices. Based on the recommendations of the DGTR, the Ministry of Finance, Government of India, has approved the case and authorized the implementation of anti-dumping duties (ADD) for a period of five years, effective from 2025 to 2030.

The Indian government mandated BIS certification for LAB in the Indian market effective 3<sup>rd</sup> April 2023. Although Iran has obtained BIS certification and is permitted to export LAB to India, the recent implementation of anti-dumping duties is expected to ensure price stability in the market.

The UOP Technology, which is widely recognized as the best and most cost-effective manufacturing process available, has been applied by more than 95 percent of all LAB manufacturers, including TPL. Regardless, the cost of making LAB in India exceeds international standards, due to the high cost of essential components such as Energy and feedstock. Domestic firms with standalone units, constantly struggle to compete with offshore suppliers and domestic manufacturers integrated with refineries, which allow them to achieve reduced production costs.

Caustic soda is an inorganic bulk chemical, strongly alkaline, and odourless, having application in various fields like pulp and paper manufacturing, viscose yarn, staple fibre, aluminium, textiles, soaps & detergent, dyestuffs, drugs and pharmaceuticals, petroleum refining, etc. It is available in two forms, liquid form which is called lye & solid form which is called Flakes or pellets.

In the Indian caustic soda market, segments such as textiles, alumina, inorganics, organics, and paper collectively account for over 60% of the market share. Globally, the demand for caustic soda stands at approximately 81.5 million metric tons per year, with India contributing around 7% to this global demand. Despite the energy-intensive production process, the national capacity utilization of the aggregate capacity (approximately 5.5 million tons) comes around 80%. The CAGR for CS Lye stands at 4.2%. Over this period, new capacities have

been established, leading to increased domestic production levels. The price is still witnessing a declining trend due to aforementioned factors.

The production of caustic soda relies on the availability of raw materials, particularly sodium chloride (common salt). Fluctuations in salt production can affect the supply chain and pricing of caustic soda. There is a growing emphasis on adopting green and sustainable technologies in caustic soda production. This trend aligns with global efforts to reduce the environmental footprint of the chemical industry.

Chlorine, a co-product of Caustic Soda, is widely utilized in industries such as Poly Vinyl Chloride (PVC), Chlorinated Paraffin Wax (CPW), pulp and paper, water treatment, chlorinated solvents, and so on. The demand for chlorine in India during the year was approximately 4.6 million metric tons per annum (MMTPA). It is projected to grow at a CAGR of 6.47%, reaching 9.8 MMTPA by 2035.

The demand for chlorine significantly influences chlor-alkali capacity utilization. However, the lack of integrated plants and downstream projects for chlorine utilization poses key barriers to efficient chlorine disposal, ultimately impacting caustic production.

Propylene oxide (PO) is a highly versatile industrial chemical, primarily used in the production of polyether polyols, which serve as an essential constituent in the manufacturing of polyurethane foams, coatings, and adhesives. PO is produced through the chlorohydrin process or the more environment friendly epoxidation process, wherein propylene reacts with an oxidizing agent. This epoxide compound possesses reactivity due to its strained three-membered ring structure, making it valuable for various applications.

India imports between 35 to 40 Kilotonnes of PO annually, primarily from Thailand, Singapore, and Saudi Arabia, at a significantly cheaper cost compared to domestic prices. Due to excess capacity of PO created globally prompting supply excess than demand, some plants are facing economic challenges in Europe and USA. Hence PO prices plummet last one year due to additional capacity and the trend is continuing.

## OPPORTUNITIES AND THREATS

Global growth is projected to slow to 2.3 percent in 2025 due to reduced global trade, tighter financial conditions, and increased policy uncertainty, particularly in the realm of trade policy.

India GDP growth slowed down to 6.4%, a weaker manufacturing sector and slower corporate investments are seen dragging India's growth to 6.4% in 2024/25, the slowest pace in the four years.

Nevertheless India is rapidly advancing to become one of the world's major economies. The country is witnessing unprecedented social and economic development. Recently, India achieved the status of the world's fifth-largest economy, and it aims to surpass the \$5 trillion mark by 2027. By the end of this decade (2030), India's economy is expected to touch USD 10 trillion.

Your company plays an indirect role in the Fast-Moving Consumer Goods (FMCG) industry, which holds immense long-term sustainable business potential in our country. Despite being one of the fastest-growing FMCG markets globally, India's per capita FMCG consumption remains among the lowest, offering significant room for growth. Your Company's operations span two critical FMCG categories – detergents and dishwashing and command over 85% of the South Indian market and turnover.

A solid talent pool, a diverse client base that spans the price-benefit spectrum, unrivalled distribution that covers nearly all households, and an agile supply chain all contribute to our enormous competitive advantage in South. Consumer preferences and purchasing paths are fast changing because of changing demographics such as rising prosperity, a big youthful working population, developing nuclear-family structures, urbanisation, and increased usage of technology.

Consumers are becoming more discerning, seeking superior products, making informed decisions, and demanding brands with a purpose and a point of view. As businesses, we recognize the shifting customer needs and believe that those who contribute positively to people and the environment will thrive in the future. In the LAB market, there is a notable shift from powdered detergents to liquid variants. The preference for liquid detergents arises from their ease of application. These liquid

detergents are manufactured using LABSA 96%. LABSA content in liquid detergents is lower than in powders. As liquid detergent volumes continue to rise, the demand for LABSA 96% has also been increasing.

In India, there is a concerted effort to protect both people and the environment through various activities. The country is committed to sustainable and inclusive growth, emphasizing responsible business conduct. Our objective is to achieve consistent, competitive, profitable, and responsible growth. Notably, urban markets have played a pivotal role in driving the growth of FMCG, benefiting from a return to economic normalcy after the disruptions caused by the COVID pandemic in recent years.

Post-COVID period, our unwavering focus remained on meeting our customers' growing demands while safeguarding our business model. As economic activities gradually resumed, consumers exhibited a preference for essential necessities over discretionary spending, especially in the context of high inflation.

Growing demand for bio-based surfactants, as well as increased hygiene awareness, are expected to raise demand for detergents and cleansers, boosting the Linear Alkyl Benzene market for surfactant application. Rapid industrialization and urbanisation because of population increase are also predicted to contribute to market expansion. The global market for Linear Alkyl Benzene is profitable, and it is predicted to rise steadily because of key players' expansion, collaboration, and partnership initiatives.

Detergent makers have found it simpler to reach out to rural locations with the use of video marketing. Furthermore, customers have the option of selecting from a large choice of items, thus businesses are continually upgrading their products and attempting to increase their market share through inventive advertising strategies. The LAB business has a lot of room to develop because these companies cater to the bottom of the pyramid consumer. However, India being a desirable market in the Asia pacific region considering its population and consumption, it is being pursued by global LAB companies, resulting in higher imports to India. The addition of capacities in the Middle East poses a significant threat to India's LAB industry, as a large portion

of output is projected to migrate into the country. Pricing and margins may continue to be influenced by this.

This is a challenging macroeconomic climate typified by geopolitical uncertainty, high commodity prices, and lacklustre market growth. We live in a complicated and volatile world. Our plan of action is continually evolving to respond to the trends and forces driving our industry and affecting our stakeholders.

The global economy is facing substantial headwinds, emanating largely from an increase in trade tensions and heightened global policy uncertainty. Global cooperation is needed to restore a more stable global trade environment. Domestic policy action is also critical to contain inflation risks and strengthen fiscal resilience.

Caustic soda is a key industrial intermediate with numerous applications. The market for Caustic Soda is expected to grow further as demand for Alumina, textiles and apparel increases due to urbanization and increased expenditure on personal care products. The import volume of Caustic decreased during the fiscal year. There is a steep increase in exports of Caustic Soda in FY'25 approx at 25% , however imports declined by 33%. The increase in exports attributed to increase in demand and supply demand imbalance

Caustic soda prices increased in FY'25 due to increase in Alumina production along with surge in exports. The ECH facility's conversion to a PO manufacturing facility has been advantageous in several ways, including the efficient use of an outdated facility and the creation of a new channel for the beneficial use of chlorine, which has made it possible for the Chlor Alkali Division to operate at close to installed capacity.

## OUTLOOK

### LAB

Soap and detergent demand have risen in recent years because of improved hygiene awareness and a greater emphasis on cleanliness. A shift in lifestyle is transferring a large portion of the population from semi-urban to metropolitan areas, and detergent usage is keeping up demand to climb continuously. Due to heightened awareness of safety and cleanliness during the pandemic, as

well as population expansion, demand from the rural market is increasing, which is contributing to the growth of LAB.

Despite fierce competition from overseas vendors, TPL remains the market leader in the domestic LAB business in South India. Over the previous three decades, TPL has established a reputation as a trusted LAB supplier to MNCs and others.

The increase in low price imports from Middle East countries Iran and Qatar was a concern till FY'25. In addition, in September 2022, IOCL debottlenecked its Baroda facility, enabling an additional 20 kt/year of production. The Ministry of Finance, GOI, recently imposed Anti-dumping duty on LAB imported from Iran and Qatar for a period of 5 years.

At present, LAB price increased due to tight supply coupled with strong demand from FMCG sector. The ongoing geopolitical conflicts and global trade barriers paved way for the increase in LAB selling price.

Your company is focused on LAB application in other fields, such as crop protection, EOR Polymer, and others, outside from the detergent sector. For selling the new applications, we developed a new sales channel.

### CAUSTIC SODA /CHLOR ALKALI

The viability of the caustic soda industry are subject to the potential for chlorine consumption. India does not currently impose anti-dumping duties on the import of caustic soda. Though Indian manufacturers operate at capacity of 80% in Caustic Soda, this year there is surge in the prices. This is due to increase in Exports, higher requirement from Alumina producers and increase in the export price. Demand rose by only 4% during 2023-24, compared to an 8% increase in real production.

There have been new additions in domestic caustic soda production in the Southern and Western part of this Country. Your Company is also expanding the caustic plant capacity adopting the cost effective bi-polar technology and would commence operation by Q4 FY25-26. Despite a drop in demand in the textile industry, businesses such as alumina, paper, vinyl, and color intermediates are thriving, making caustic sales simpler than ever. However, greater supply than demand in FY'26, China's return to the export market, and Europe's production

normalization will have a significant impact on Caustic Lye prices, with margin erosion projected for Caustic margin-dependent enterprises like us.

## PROPYLENE OXIDE

In 2018-19, the company converted its ECH (Epichlorohydrin) facility to produce Propylene Oxide (PO). This conversion provided an additional option to dispose of chlorine, enabling higher caustic production through the new PO plant. Although the conversion was intended to achieve PO's full captive consumption, PO's consumption decreased later in the year as a result of the PU market's weak demand. However, going forward, the demand is expected to improve in the coming months and your Company is expected to achieve full capacity utilisation.

## RISK MANAGEMENT POLICY AND PROCESS

Your Company has a structured methodology to effectively monitor and manage the risks by setting up two-employee level Committee and one Board level Committee to identify the risks, suggest mitigation actions and monitor implementation. The employee-level sub-committee has senior personnel from each function and the Apex Committee is headed by the Managing Director with functional heads as other Members. The sub-committee meets on quarterly basis and discuss on various issues that could be perceived as risks and submit its findings to the Apex Committee. The Apex Committee then reviews these issues, identifies the associated risks, and suggests appropriate mitigation actions.

As part of the risk mitigation process, the Board has constituted a Risk Management Committee of Directors, which comprised of Ms. Sashikala Srikanth as Chairperson (until August 11, 2024), Lt. Col. (Retd.) CS Shankar as the Chairman (from August 12, 2024), Ms. Rita Chandrasekar (from August 12, 2024), Mr. S Senthil Kumar and Mr. D Senthil Kumar as its Members. Risk Management Committee of the Board meets periodically to review the risks and the status of implementation of recommended mitigation measures. During the year, the Committee met four times viz. 10<sup>th</sup> May 2024, 30<sup>th</sup> July 2024, 8<sup>th</sup> November 2024 and 31<sup>st</sup> January 2025. As required under Section 177 of the Act, the Audit Committee also reviews the risk management process periodically in addition to the Board.

## RISKS AND CONCERNS

Unchecked imports of LAB and caustic soda poses the largest risk to TPL. In addition to the additional Middle East capacity, IOCL's capacity expansion has increased the competitiveness in the market. Your Company is looking at more contracts with significant LAB buyers to reduce this risk. As large-scale imports would have an influence on product pricing, addressing the possibility of lower margins would be an important issue to handle in the year to come. Though the ADD is in place starting June 2025, however the risk of low price imports is likely to continue from other manufacturing Countries.

To address these concerns, your organization is focusing on boosting production and productivity to control per-unit costs while providing product price flexibility. Furthermore, reliance on spot markets is kept stable and secure direct customer committed volumes. The steep increase in N-paraffin (NP) price prompted increase in LAB price during last quarter of FY'25. Further, there is risk attached on NP sourcing as most companies utilising their in-house NP, for producing LAB. Added, NP availability in open market trimmed drastically along with steep increase in price. This created vacuum in NP sourcing.

Towards mitigating operational risks, your Company continues to conduct risk assessments and corresponding mitigations for the hazardous chemicals used in the Plants with the assistance of technical experts. Adequate measures are being taken to address this risk, as instructed.

As was previously reported, caustic soda is operating at 80% capacity utilization and there is spare capacity available for domestic. Even though demand for caustic is increasing steadily, this is causing prices to decline.

## SAFETY, HEALTH & ENVIRONMENT

TPL plants are accredited with International Organization for Standardization (ISO) certificate for Occupational Health & Safety Management System (ISO 45001-2018) and Environmental Management System (ISO 14001-2015) and Quality Management System (ISO 9001-2015).

Your Company continues to utilize tertiary treated city sewage water (for industrial purpose). Regassified Liquefied Natural Fuel (RLNG) is being

used as fuel in our process heaters, boilers and power generators. These significant changes reflect our commitment to conserving natural resources and promoting a cleaner environment.

We have already achieved Zero Liquid Discharge for our LAB and HCD plants by utilizing the treated effluent in the Propylene Oxide manufacturing process. Also, a feasibility study has been initiated to assess the implementation of a Reverse Osmosis (RO) system for the partial recovery and reuse of treated effluent in the PO plant. Furthermore, extensive green belts have been developed and are being maintained in and around Manali and Thiruvallur District

A Leak Detection and Repair (LDAR) programme is being implemented to control hydrocarbon (HC) and volatile organic compound (VOC) emissions. VOC and other key emission levels in the environment are regularly monitored. Continuous and online monitoring systems are utilized for both gaseous and liquid emissions to ensure that emission levels consistently remain well below the permissible industrial standards.

Your Company conducted off site mock drill in July 2024 to demonstrate its capability to mitigate chlorine leak. Also, the mock drill proved the effectiveness of various Government Departments in accomplishing their roles and responsibilities in case of escalated emergency.

In observance of National Safety Day on 4<sup>th</sup> March 2025, a series of competitions were organized for employees and contract workers to reinforce our commitment to safety. The level of participation from both employees and contract workers was highly encouraging.

Health talks and awareness campaigns have been conducted to enhance health consciousness among employees. Additionally, the Contractors were also included in the Company's periodic health check-up programs.

World Environment Day is observed annually, during which tree plantation drives are conducted as part of our green initiatives to promote carbon offset through the planting of saplings.

Adequate safety standards have been established and are rigorously adhered to without compromise. All legal and statutory requirements are proactively

planned for and fully complied with. Regular training sessions are conducted for workers to reinforce best practices in safety, environment, and health. Periodic safety awareness programs are organized for contractors and drivers to promote safety.

## **SUBSIDIARIES**

As at the year end, your Company had one Wholly-Owned Subsidiary (WOS) and one Step Down Subsidiary (SDS) which were incorporated outside India. The financials of these subsidiaries have been consolidated and the salient features of financial and other information have been furnished in the Consolidated Financial Statement (CFS) attached to this Report.

### **Certus Investment and Trading Ltd.**

Certus Investment and Trading Ltd. (CITL), Mauritius was promoted as a Special Purpose Vehicle (SPV) to set up LAB and NP projects in the Middle East and South East Asia. However, due to changed business environment, the projects could not be taken up. At present, the WOS is not carrying on any major activity. Since your Company has enhanced the NP capacity to meet the entire requirement in-house, there may not be scope for taking up NP project.

### **Certus Investment and Trading (S) Private Limited**

In the past TPL was exporting large quantity of LAB and importing various materials, such as NP, Benzene, etc. Therefore, CITL, Mauritius had set up CITL, Singapore as a WOS in order to function as a coordinator for TPL's overseas procurement and marketing activities. At present, there are no significant exports or imports and so the above SDS is not engaged in any activities.

As explained above, the subsidiaries were floated several years ago for specific purposes. Due to change in circumstances and also opportunities opening up in India, it is being examined if other opportunities would be available for the subsidiaries.

A decision on the usefulness of these subsidiaries would be taken in due course, after judiciously reviewing the situation.

## **HUMAN RESOURCES**

Your company firmly believes that its strength is directly linked to the capabilities of its employees,

encompassing knowledge, experience, and decision-making skills. To enhance these attributes and retain talent, various HR initiatives have been implemented, including recognition, empowerment, personality development, decentralization, and delegation of powers. These initiatives aim to create a supportive environment where employees feel valued and motivated. Additionally, a balanced staffing system has been adopted, integrating competent fresh talent alongside experienced personnel, fostering a dynamic workforce that is well-equipped to meet the challenges of the industry. By focusing on employee development and empowerment, your company is committed to building a culture that promotes growth, innovation, and overall organizational success.

The training needs of employees have been identified at regular intervals through performance appraisal systems and necessary training is being imparted through in-house and external programs.

The manpower strength as on 31<sup>st</sup> March 2025 was 437.

## **BOARD OF DIRECTORS AND RELATED DISCLOSURES**

As on the date of this Report, the Board comprises of 12 Directors of whom 6 are independent, including 3 Woman Directors (2 Woman Independent Directors).

The Board met five times during the year and the relevant details are furnished as part of Corporate Governance Report.

The following changes took place in the composition of the Board since the date of last Annual General Meeting until the date of this report:

Ms. Latha Ramanathan (DIN: 07099052) was appointed as an Additional Director under Independent Category effective 6<sup>th</sup> August 2024 in the place of Ms. Sashikala Srikanth (DIN: 01678374) who ceased to be the Independent Director of the Company consequent to the completion of her second term of office of five years effective close of business hours on 11<sup>th</sup> August 2024. Ms. Latha Ramanathan was subsequently appointed as an Independent Director of the Company by the Shareholders at the meeting held on 26<sup>th</sup> September 2024.

Mr. V Arun Roy, IAS (DIN: 01726117) who served as Chairman and Non-Executive Non-Independent

Director, Nominee of TIDCO resigned effective 7<sup>th</sup> August 2024, and the Board placed on record its appreciation for the services rendered by him during his tenure.

Ms. Mariam Pallavi Baldev, IAS (DIN: 09281201) was appointed as an Additional Director and Chairperson of the Board, effective 22<sup>nd</sup> October 2024 and was subsequently appointed as Non-Executive Director of the Company by the Shareholders through postal ballot, effective 26<sup>th</sup> December 2024.

Mr. D Senthikumar, Whole-time Director (Operations) (DIN: 00202578) was re-designated and elevated as Managing Director effective 4<sup>th</sup> February 2025 by the Board and the same was approved by the shareholders through postal ballot effective 26<sup>th</sup> April 2025.

Mr. KT Vijayagopal (DIN: 02341353) ceased to be the Whole-time Director (Finance) of the Company upon completion of his tenure effective close of business hours on 11<sup>th</sup> February 2025. He also resigned from the position of Chief Financial Officer (CFO) and was relieved of his duties effective the said date.

Mr. Manish Nagpal (DIN: 03169160) was appointed as an Additional Director of the Board, effective 12<sup>th</sup> February 2025 and was subsequently appointed as Non-Executive Director of the Company by the Shareholders through postal ballot, effective 26<sup>th</sup> April 2025.

Mr. Ashwin C Muthiah (DIN: 00255679), Vice Chairman and Director, retires by rotation at the ensuing AGM and being eligible, has offered himself for re-appointment and is recommended for approval of the Shareholders.

### **Declaration from Independent Directors:**

All the Independent Directors (IDs) have submitted necessary declarations under Section 149(7) of the Act and Regulation 25(8) of the Listing Regulations. As per the said declarations, they meet the criteria of independence as per Section 149(6) of the Act and the Listing Regulations. In the opinion of the Board, the IDs fulfil the conditions specified in the Act and the rules made thereunder for appointment as IDs including the integrity, expertise and experience and confirm that they are independent of the management. All the IDs have confirmed their

registration with the Indian Institute of Corporate Affairs under Rule 6 of the Companies (Appointment and Qualifications of Directors) Rules, 2014, as amended and all of them have been exempted from or passed the proficiency test.

As required under Section 178(3) of the Act, your Company has a Board approved policy on remuneration which is available on the website of the Company : <https://www.tnpetro.com/investors/policies/>.

### KEY MANAGERIAL PERSONNEL

As on 31<sup>st</sup> March 2025, Mr. D Senthikumar, Managing Director, Mr. C Parthiban, Chief Financial Officer and Ms. Sangeetha Sekar, Company Secretary were the Key Managerial Personnel of the Company.

During the year, Mr. D Senthikumar was promoted and elevated as Managing Director effective 4<sup>th</sup> February 2025 from the position of Whole-time Director (Operations). Mr. C Parthiban was appointed as Chief Financial Officer of the Company effective 12<sup>th</sup> February 2025 in the place of Mr. KT Vijayagopal who ceased to be the Whole-time Director (Finance) & Chief Financial Officer effective close of business hours of 11<sup>th</sup> February 2025 on completion of his tenure of appointment.

### ANNUAL EVALUATION OF THE BOARD, COMMITTEES AND DIRECTORS

The performance of the Board was evaluated taking the following aspects into account viz., Structure, Meetings, Functions, Risk Evaluation Process adopted, Grievance Redressal Mechanism, Stakeholder Value and Responsibility, Corporate Culture and Ethics and other matters. Board also took into account facilitation to the Independent Directors to function independently and perform their roles as another important parameter for evaluation.

The performance of each of the Committees was evaluated taking into account the composition, mandate, working procedures, effectiveness, independence and contribution to the Board in the decision-making process.

The evaluation of the Managing Director was done based on his assigned roles and responsibilities. As regards the other Directors, including the

Independent Directors, the evaluation was carried out taking into account the following parameters, viz., qualification, experience, competency, adequacy of knowledge about the Company and its sector of operation, understanding about the strategic direction, ethical behaviour, participation in the risk evaluation process, resolving conflict of interests, attendance and preparation for the meetings, ability to work as a team player and voluntary sharing of information for the larger benefit of the Company and the like.

In compliance with the requirements of Schedule IV of the Act and the Listing Regulations, a separate meeting of the Independent Directors was held on 26<sup>th</sup> March 2025 at which the Directors evaluated the performance of the Non-Independent Directors, performance of the Board and also the adequacy of flow of information to the Board and Committees.

### DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirement of sub-section 3(c) and 5 of Section 134 of the Companies Act, 2013, it is hereby confirmed that

- a) in the preparation of the annual accounts for the financial year ended 31<sup>st</sup> March 2025, the applicable Accounting Standards had been followed along with proper explanation relating to material departures, if any;
- b) the Directors had selected such accounting policies and applied them consistently and made judgments and estimates that were 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 profits of the Company for the year;
- c) the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) the Directors had prepared the accounts for the financial year ended 31<sup>st</sup> March, 2025 on a "going concern" basis;
- e) the Directors, had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively; and

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

## CORPORATE GOVERNANCE

Your Company has complied with the requirements of Corporate Governance stipulated under Regulation 27 of the Listing Regulations. A Report on Corporate Governance forms part of this Report and a Certificate from the Secretarial Auditors regarding compliance with the requirements of Corporate Governance is given in **Annexure I** of this report.

## AUDITORS

M/s. RGN Price & Co., Chartered Accountants, Chennai having Firm Registration No. 002785S was appointed as the Statutory Auditors of the Company. As per the extant provisions of the Act, they will hold office for a period of five years till the conclusion of 42<sup>nd</sup> AGM. The report of Auditors on the financial statements is attached and forms part of this report and does not contain any qualification, reservation or adverse remarks.

## SECRETARIAL AUDIT REPORT

As required under Section 204 of the Act read with Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Secretarial Audit Report issued by Ms. B Chandra (CP No.7859), Company Secretary in Practice, Chennai is given in Annexure – II to this report. The Secretarial Audit Report is attached and forms part of this report. Your Company has complied with the requirements of all the applicable Secretarial Standards.

In compliance with Regulation 24A of the SEBI Listing Regulations, based on the recommendations of the Audit Committee, the Board of Directors at the meeting held on 12<sup>th</sup> August 2025 appointed M/s. B Chandra & Associates, Practicing Company Secretaries (Firm Registration No. P2017TN065700 and Peer Reviewed Certificate No. 1711/2022) as Secretarial Auditors of the Company for a period of 5 consecutive years from FY 2025-26 to FY 2029-30, subject to the approval of members. Necessary resolution is included as part of Notice

of the ensuing AGM of the Company, for approval of Members.

## MAINTENANCE OF COST RECORDS & COST AUDIT

Your Company is obligated to maintain cost records as specified by the Central Government under Section 148(1) of the Act and the same has been duly complied with. Your Company is also subject to Cost Audit of the said records.

M/s. B Y & Associates, Cost Accountants, Chennai have been appointed as the Cost Auditors of the Company for conducting the audit of cost records for the financial year 2024-25 on a remuneration of ₹ 1.75 lakh, plus applicable taxes and reimbursement of actual out-of-pocket expenses incurred by them in this connection.

In accordance with Section 148 of the Act, read with the applicable Rules, the Board has re-appointed them for FY 2025-26 based on the recommendations of Audit Committee and the ratification of the remuneration payable to them will be considered by the Members at the ensuing AGM of the Company.

## ADEQUACY OF INTERNAL FINANCIAL CONTROLS

Your Company has established adequate internal financial control systems that undergo periodic reviews. These controls are supported by an ERP system, internal audits, and management reviews, all guided by documented policies and procedures. To ensure that the system operates effectively, the Internal Auditors conduct regular reviews, and their findings are discussed with the Audit Committee and the Auditors. Additionally, the Company's Auditors have provided certificates regarding these controls, which are included with their reports.

## CONSERVATION OF ENERGY AND OTHER DISCLOSURES

As required under Section 134(3)(m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014, information on conservation of energy, technology absorption, foreign exchange earnings and outgo, to the extent applicable are given in **Annexure - III** and form part of this Report.

## **DETAILS OF SIGNIFICANT CHANGES IN KEY FINANCIAL RATIOS**

During the year under review, Current ratio (in times) (53)%, Debt-Equity ratio (in times) 700%, Debt service coverage ratio (in times) 67%, Inventory turnover ratio (in times) 41%, Trade receivables turnover ratio (in times) 40%, Trade payables turnover ratio (in times) 26%, Net capital turnover ratio (in times) 53%, ratios significantly altered as earnings compared to the previous financial year marginally decreased on account of increased raw material costs and reduced margins on account of cheaper imports impacted spot price and Contract adders. The accounting ratios are given under Note: 40 of the Standalone Financial Statements.

## **PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS**

Information on loans, guarantees and investments covered under Section 186 of the Companies Act, 2013, forms part of the Notes to Financial Statements.

## **RELATED PARTY TRANSACTIONS**

All transactions with related parties entered into by the Company during the year were on arms' length basis and were approved by the Audit Committee at the beginning of the financial year. There were no contracts or arrangements entered into with the related parties covered under Section 188(1) of the Act that is required to be disclosed in Form AOC-2. The policy on materiality of transactions with related party as approved by the Board is available in the website of the Company : <https://www.tnpetro.com/investors/policies/>.

As required under Regulation 23(2) of the Listing Regulations, prior approval of the Members was obtained at the 39<sup>th</sup> AGM held on September 26, 2024, for transactions with Manali Petrochemicals Limited (MPL) up to ₹ 425 Crore plus taxes for the period 1<sup>st</sup> October 2024 to 30<sup>th</sup> September 2025, and approval of Members for the proposed transactions with MPL for the period 1<sup>st</sup> October 2025 to 30<sup>th</sup> September 2026 is being sought at the 40<sup>th</sup> AGM.

## **AUDIT COMMITTEE**

The Composition of the Committee and particulars of its meetings are disclosed under the Corporate Governance Report annexed to this Report.

During the year, the Board had accepted all the recommendations made by the Committee.

## **VIGIL MECHANISM**

As required under Section 177 of the Act and Regulation 22 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015, your Company has established a vigil mechanism for its directors and employees to report genuine concerns through the Whistle Blower Policy of the Company as published in the website of the Company. As prescribed under the Act and the Listing Regulations, provision has been made for direct access to the Chairperson of the Audit Committee in appropriate / exceptional cases.

## **ANNUAL RETURN**

Pursuant to Section 92(3) of the Act, the Annual Return in Form MGT-7 is available in the website of the Company: <https://www.tnpetro.com/investors/annual-return/>.

## **DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013 (POSH)**

The Company has complied with the provisions relating to framing of policy and constitution of Internal Complaints Committee (ICC) under the POSH Act. There were no referrals received by ICC during the year.

The Company has also complied with the provisions of the Maternity Benefits Act, 1961.

## **PARTICULARS OF EMPLOYEES AND OTHER DISCLOSURES**

The disclosures prescribed under Section 197(12) of the Companies Act, 2013, read with Rule 5(1) and Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are given in **Annexure-IV** to this Report. It is hereby affirmed that the remuneration to the employees is as per the remuneration policy of the Company.

## **CSR POLICY AND RELATED DISCLOSURES**

The brief outline of CSR policy of your Company and such other details and disclosures as per the prescribed format are furnished in **Annexure-V** to this report.

## BUSINESS RESPONSIBILITY AND SUSTAINABILITY REPORT

The report on Business Responsibility and Sustainability in compliance Regulation 34 of the Listing Regulations is given as **Annexure-VI** of this report.

### Other Disclosures:

- There was no fraud reported by the Auditors of the Company as per Section 143(12) of the Act read with Companies (Audit and Auditors) Rules, 2014;
- There were no significant and material orders passed by any of the regulators / courts / tribunals impacting the going concern status and Company's operations;
- Your Company has not accepted any deposits from the public during the year.
- The Board had considered all recommendations of the Committees of the Board.

## Acknowledgement

Your Directors are grateful to the Government of India, the Government of TamilNadu, financial institutions, banks, other lending institutions, promoters, technical collaborators, suppliers, customers, joint venture partners and marketing agents for their assistance, co-operation and support. The Directors thank the shareholders for their continued support.

The Directors also place on record their high appreciation for the contributions by all cadres of employees of the Company.

## Disclaimer

*The Management Discussion and Analysis contained herein is based on the information available to the Company and assumptions based on experience in regard to domestic and global economy, on which the Company's performance is dependent. It may be materially influenced by changes in economy, government policies, environment and the like, on which the Company may not have any control, which could impact the views perceived or expressed herein.*

## For and on behalf of the Board of Directors

**12<sup>th</sup> August 2025**  
**Chennai - 600 068**

**G D Sharma**  
**DIN: 08060285**  
**Independent Director**

**D Senthikumar**  
**DIN: 00202578**  
**Managing Director**

## ANNEXURE - I TO DIRECTORS' REPORT

### REPORT ON CORPORATE GOVERNANCE

#### 1. Company's philosophy:

Tamilnadu Petroproducts Limited is committed to upholding the highest standards of corporate governance, with the objective of achieving its corporate goals and enhancing stakeholder value. The Company places significant emphasis on fairness, transparency, accountability, and responsibility in all its dealings with stakeholders. By consistently adopting best-in-class governance practices and ensuring the timely dissemination of relevant information, the Company strives to maximize benefits for all stakeholders and maintain their trust and confidence.

This report covers the corporate governance aspects in your Company relating to the year ended 31<sup>st</sup> March 2025.

#### 2. Board of Directors:

##### (i) Composition and membership in other Boards and Board Committees:

As on 31<sup>st</sup> March 2025, the Board comprised of 12 Directors as detailed below:

| Name/Category                                                               | Other Listed Companies in which he / she is a Director                                                                                                                                                | Other Directorships* | Other Committee Membership** |
|-----------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------|------------------------------|
| <b>Non-Executive and Non- Independent (NENI)</b>                            |                                                                                                                                                                                                       |                      |                              |
| Ms. Mariam Pallavi Baldev, IAS<br>(effective 22.10.2024 & Nominee of TIDCO) | Titan Company Limited<br>Tanfac Industries Limited-(NENI)                                                                                                                                             | 9                    | 1                            |
| Mr. Ashwin C Muthiah<br>Vice-Chairman<br>(Nominee of SPIC)                  | Southern Petrochemical Industries Corporation Limited<br>Manali Petrochemicals Limited<br>SICAGEN India Limited<br>Tuticorin Alkali Chemicals and Fertilizers Limited – (NENI)                        | 4(4)                 | -                            |
| Mr. Sandeep Nanduri, IAS<br>(Nominee of TIDCO)                              | Titan Company Limited<br>Southern Petrochemical Industries Corporation Limited – (NENI)                                                                                                               | 9                    | 2                            |
| Mr. S Senthil Kumar<br>(Nominee of TIDCO)                                   | -                                                                                                                                                                                                     | 6                    | 2                            |
| <b>Non-Executive and Independent (NEID)</b>                                 |                                                                                                                                                                                                       |                      |                              |
| Ms. Rita Chandrasekar                                                       | Southern Petrochemical Industries Corporation Limited<br>Tuticorin Alkali Chemicals and Fertilizers Limited<br>SICAGEN India Limited<br>India Radiators Limited<br>Mercantile Ventures Limited-(NEID) | 6                    | 8(2)                         |

| Name/Category                                               | Other Listed Companies in which he / she is a Director                                                                                               | Other Directorships* | Other Committee Membership** |
|-------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------|------------------------------|
| Ms. Latha Ramanathan                                        | Southern Petrochemical Industries Corporation Limited<br>Manali Petrochemicals Limited,<br>Dr. Agarwal's Eye Hospital Limited - (NEID)               | 3                    | 3(1)                         |
| Dr. N Sundaradevan, IAS (Retd.)                             | Manali Petrochemicals Limited<br>Tamilnadu Newsprint & Papers Limited - (NEID)                                                                       | 2                    | 2                            |
| Lt. Col. (Retd.) C S Shankar                                | Manali Petrochemicals Limited - (NEID)                                                                                                               | 1                    | -                            |
| Mr. G D Sharma                                              | Manali Petrochemicals Limited<br>Mercantile Ventures Limited<br>Sicagen India Limited<br>Tuticorin Alkali Chemicals and Fertilizers Limited - (NEID) | 4                    | 3                            |
| Mr. Debendranath Sarangi, IAS (Retd.)                       | Southern Petrochemical Industries Corporation Limited - (NEID)                                                                                       | 2                    | 1                            |
| Mr. Manish Nagpal<br>(Nominee of SPIC)                      | -                                                                                                                                                    | 1                    | 1                            |
| <b>Executive Directors</b>                                  |                                                                                                                                                      |                      |                              |
| Mr. D Senthikumar<br>Managing Director<br>(Nominee of SPIC) | -                                                                                                                                                    | -                    | -                            |

**Notes:**

- \*Other Directorships excludes foreign companies, private limited companies, Section 8 companies and alternate directorships;
- \*\*Only Membership in Audit and Stakeholders' Relationship Committees (other than in TPL) are considered. Figures in brackets denote the Chairmanship in the Board/Committee of the Companies in which he/she is a Director/Member;
- None of the Directors hold equity shares of the Company as on date of the report;
- None of the Directors have any inter-se relationship;
- The details of familiarisation programmes imparted to the Independent Directors are available in the website of the Company at <https://www.tnpetro.com/investors/familiarization-programmes-imparted-to-independent-directors/>;
- Changes in the composition of the Board during the year are furnished in the Directors' Report.

**(ii) Board Meetings, Annual General Meeting (AGM) and attendance thereat**

The Board of Directors met five times during the year 2024-25 i.e., on 14<sup>th</sup> May 2024, 6<sup>th</sup> August 2024, 11<sup>th</sup> November 2024, 4<sup>th</sup> February 2025 and 26<sup>th</sup> March 2025.

The details of attendance of the Directors at the Board Meetings and AGM held during the financial year are as follows:-

| Name of the Director                                           | No. of Meetings attended/ eligible to attend | Attendance at the last AGM (26-09-2024) |
|----------------------------------------------------------------|----------------------------------------------|-----------------------------------------|
| Mr. V Arun Roy, IAS ( <i>until 07.08.2024</i> )                | 0/2                                          | NA                                      |
| Ms. Mariam Pallavi Baldev, IAS ( <i>effective 22.10.2024</i> ) | 2/3                                          | NA                                      |
| Mr. Ashwin C Muthiah                                           | 5/5                                          | Yes                                     |
| Mr. Dhananjay N Mungale ( <i>until 26.05.2024</i> )            | 1/1                                          | NA                                      |
| Ms. Rita Chandrasekar ( <i>effective 14.05.2024</i> )          | 4/4                                          | Yes                                     |
| Dr. N Sundaradevan IAS ( <i>Retd.</i> )                        | 5/5                                          | Yes                                     |
| Mr. Debendranath Sarangi IAS ( <i>Retd.</i> )                  | 5/5                                          | Yes                                     |
| Ms. Sashikala Srikanth ( <i>until 11.08.2024</i> )             | 2/2                                          | NA                                      |
| Ms. Latha Ramanathan ( <i>effective 06.08.2024</i> )           | 3/3                                          | Yes                                     |
| Lt. Col. (Retd.) C S Shankar                                   | 5/5                                          | Yes                                     |
| Mr. G D Sharma                                                 | 5/5                                          | Yes                                     |
| Mr. Sandeep Nanduri, IAS                                       | 2/5                                          | No                                      |
| Mr. S Senthil Kumar                                            | 5/5                                          | Yes                                     |
| Mr. D Senthil Kumar                                            | 5/5                                          | Yes                                     |
| Mr. KT Vijayagopal ( <i>until 11.02.2025</i> )                 | 4/4                                          | Yes                                     |
| Mr. Manish Nagpal ( <i>effective 12.02.2025</i> )              | 1/1                                          | NA                                      |

**(iii) Chart of Skills / Expertise / Competencies of the Directors:**

| Major Classification | Sub Classification | Remarks                                                                                                         | Directors having the skills                                                                                                                                                           |
|----------------------|--------------------|-----------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Industry             | Specific Skills    | Good knowledge about the Petrochemicals business and industry and the issues specific to the Company.           | Mr. Ashwin C Muthiah<br>Ms. Mariam Pallavi Baldev, IAS<br>Mr. Manish Nagpal<br>Mr. Sandeep Nanduri, IAS<br>Lt. Col. (Retd.) C S Shankar<br>Mr. S Senthil Kumar<br>Mr. D Senthil Kumar |
|                      | Technical          | Technical/professional skills and specialist knowledge about the Company, its market, process, operations, etc. | Mr. Ashwin C Muthiah<br>Mr. Debendranath Sarangi, IAS (Retd.)<br>Mr. Manish Nagpal<br>Mr. D Senthil Kumar<br>Lt. Col. (Retd.) C S Shankar                                             |

| Major Classification         | Sub Classification | Remarks                                                                                                                                                                                     | Directors having the skills                                                                                                                                                                                                               |
|------------------------------|--------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>Strategy &amp; Policy</b> | Strategy           | Ability to identify and critically assess strategic opportunities and threats to the business. Guiding development of strategies to achieve the overall goals                               | Mr. Ashwin C Muthiah<br>Mr. Debendranath Sarangi, IAS (Retd.)<br>Ms. Latha Ramanathan<br>Mr. Manish Nagpal<br>Mr. D Senthikumar<br>Mr. G D Sharma                                                                                         |
|                              | Policies           | Guidance for development of policies and other parameters within which the Company should operate for better control and management                                                         | Mr. Debendranath Sarangi, IAS (Retd.)<br>Ms. Latha Ramanathan<br>Ms. Mariam Pallavi Baldev, IAS<br>Ms. Rita Chandrasekar<br>Dr. N Sundaradevan, IAS (Retd.)<br>Lt. Col. (Retd.) C S Shankar<br>Mr. G D Sharma                             |
|                              | Crisis Management  | Ability to guide crisis management and provide leadership in hours of need.                                                                                                                 | Mr. Ashwin C Muthiah<br>Mr. Manish Nagpal<br>Mr. G D Sharma<br>Mr. D Senthikumar                                                                                                                                                          |
| <b>Risk &amp; Compliance</b> | Operational        | Identification of risks related to each area of operation                                                                                                                                   | Mr. Debendranath Sarangi, IAS (Retd.)<br>Mr. D Senthikumar<br>Lt. Col. (Retd.) C S Shankar<br>Mr. S. Senthil Kumar                                                                                                                        |
|                              | Legal              | Monitor the risks and compliances and knowledge of regulatory requirements                                                                                                                  | Mr. Debendranath Sarangi, IAS (Retd.)<br>Ms. Latha Ramanathan<br>Ms. Mariam Pallavi Baldev, IAS<br>Ms. Rita Chandrasekar<br>Mr. Sandeep Nanduri, IAS<br>Mr. G D Sharma<br>Dr. N Sundaradevan, IAS (Retd.)<br>Lt. Col. (Retd.) C S Shankar |
|                              | Financial          | Experience in accounting and finance, ability to analyse the financial statements presented, assess the viability of various financial proposals, overseas funding arrangements and budgets | Mr. Debendranath Sarangi, IAS (Retd.)<br>Ms. Latha Ramanathan<br>Mr. Manish Nagpal<br>Ms. Rita Chandrasekar                                                                                                                               |

| Major Classification               | Sub Classification      | Remarks                                                                                                                                                                            | Directors having the skills                                                                                                        |
|------------------------------------|-------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------|
| <b>Management &amp; Leadership</b> | Executive Management    | Handling senior management and monitoring its performance, strategic human resources planning. Experience in industrial relations and organisational change management programmes. | Mr. Ashwin C Muthiah<br>Ms. Latha Ramanathan<br>Mr. Manish Nagpal<br>Mr. G D Sharma<br>Mr. D Senthil Kumar<br>Mr. S. Senthil Kumar |
|                                    | Leadership              | Make decisions and take necessary actions for implementation thereof in the best interest of the organisation. Analyse issues and contribute at board level to solutions           | All the Directors                                                                                                                  |
| <b>Board Conduct</b>               | Contribution            | Participate actively in the matters discussed and contribute effectively at the meetings. Help in arriving at unanimous decisions in the event of difference of opinions.          |                                                                                                                                    |
| <b>Personal</b>                    | Qualification           | Having formal education and well qualified to possess the skills and competencies outlined above.                                                                                  |                                                                                                                                    |
|                                    | Experience              | Previous experience in Board or senior management positions in reputed companies/ organisations/ government.                                                                       |                                                                                                                                    |
|                                    | Diversity               | Optimum combination - Gender, ethnic, age, etc. and presence adding value to the Board's stature.                                                                                  |                                                                                                                                    |
|                                    | Interpersonal Skills    | Must work well in a group, listen well and communicate their point of view frankly but tactfully.                                                                                  |                                                                                                                                    |
|                                    | Interest in the Company | Shall be sincere and evince genuine interest in the affairs of the Company                                                                                                         |                                                                                                                                    |
|                                    | Instinct                | Shall have good business instincts and acumen, and ability to get to the crux of the issue quickly. A degree of intuition would also be good.                                      |                                                                                                                                    |
|                                    | Ethics and integrity    | Be ethical and maintain integrity at any cost. Adhere to the Codes of Conduct in letter and spirit. In the event of conflict of interest, prioritise the Company                   |                                                                                                                                    |

- ✓ *The Skills Matrix stated above are the broader skills, competencies and experience which, in the opinion of the Directors are required for the proper functioning of the Board of TPL.*
- ✓ *The above Skills Matrix sets out the mix of skills and diversity that the Board currently has or is looking to achieve.*
- ✓ *These skills are expected of the Directors as a Group and it is not a requirement that each Director should present all of the skills and experience listed. In other words, it would be*

sufficient if the Board collectively present all of the skills and experience listed in the Board Skills Matrix.

- ✓ To ensure that the Directors for the time being as a Group provide the skills and experience required by the Board Skills Matrix, each Director's skills and experience will be assessed from time to time.
- ✓ Gaps, if any identified by such assessment would be considered when filling any vacancies or appointing any additional Director to the Board
- ✓ The Skills Matrix would be reviewed periodically and changes made as deemed appropriate by the Board arising out of regulatory changes or otherwise.

In the opinion of the Board, all the above skills / competencies are available with the Board.

#### (iv) Confirmation on Independent Directors

In the opinion of the Board, based on the declarations received, the Independent Directors fulfill the conditions specified in the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 and are independent of the Management.

### 3. Audit Committee:

#### (i) Terms of reference

The Audit Committee of the Board of Directors was constituted in 1987. The terms of reference of the Audit Committee covering the matters specified in respect of such Committee were modified in line with the, then requirements of Clause 49 of the Listing Agreement with Stock Exchanges. Consequent to the enactment of the Companies Act, 2013 ("the Act"), the terms of reference are aligned to the requirements of the Act and the Listing Regulations.

#### (ii) Composition, Meetings and Attendance

The Committee met five times during the year 2024-25 i.e. on 14<sup>th</sup> May 2024, 6<sup>th</sup> August 2024, 11<sup>th</sup> November 2024, 4<sup>th</sup> February 2025 and 26<sup>th</sup> March 2025. The Committee comprises of 4 members of which 3 are Independent Directors. Details of the composition of the Committee and attendance of Members during the year are as follows:

| Name of the Members                                               | No. of Meetings during the year |          |
|-------------------------------------------------------------------|---------------------------------|----------|
|                                                                   | Held                            | Attended |
| Ms. Latha Ramanathan, Chairperson ( <i>effective 12.08.2024</i> ) | 3                               | 3        |
| Ms. Sashikala Srikanth, Chairperson ( <i>until 11.08.2024</i> )   | 2                               | 2        |
| Mr. Dhananjay N Mungale ( <i>until 26.05.2024</i> )               | 1                               | 1        |
| Ms. Rita Chandrasekar ( <i>effective 27.05.2024</i> )             | 4                               | 4        |
| Mr. G D Sharma                                                    | 5                               | 5        |
| Mr. S. Senthil Kumar                                              | 5                               | 5        |

### 4. Nomination and Remuneration Committee:

#### (i) Terms of reference

In compliance with the requirements of Section 178 of the Act and Clause 49 of the erstwhile Listing Agreements, the Board constituted the Nomination and Remuneration Committee at the meeting held on 27<sup>th</sup> May 2014. The terms of reference of the Nomination & Remuneration Committee (NRC) were modified in line with the requirements of Regulation 19(4) and Part D of Schedule II of the Listing Regulations.

The terms of reference *inter alia* include the process to identify persons who are qualified to become Directors and who may be appointed in Senior Management, recommend to the Board appointment and removal of the Directors, evaluate the performance of the directors, formulate criteria for determining qualifications, positive attributes and independence of a Director, recommend to the Board a policy relating to the remuneration to the Directors, Key Managerial Personnel and other employees, devise policy on Board diversity and such other matter as may be prescribed under the Act, the Rules made thereunder and the Listing Regulations.

**(ii) Criteria for performance evaluation of Independent Directors**

The criteria for evaluation of performance of Independent Directors are determined by the Nomination and Remuneration Committee. An indicative list of factors on which evaluation was carried out includes participation and contribution by a director, commitment, effective deployment of knowledge and expertise, integrity and maintenance of confidentiality and independence of behaviour and judgement.

**(iii) Composition, Meetings and Attendance**

The Committee met three times during the year 2024-25 i.e. on 14<sup>th</sup> May 2024, 6<sup>th</sup> August 2024 and 4<sup>th</sup> February 2025. The Committee comprises 4 members, of which 3 are Independent Directors. The Company Secretary is the Secretary to the Committee. Details of the composition of the Committee and attendance of Members during the year are as follows:

| Name of the Members            | No. of Meetings during the year |          |
|--------------------------------|---------------------------------|----------|
|                                | Held                            | Attended |
| Mr. G D Sharma, Chairman       | 3                               | 3        |
| Lt. Col. (Retd.) C S Shankar   | 3                               | 3        |
| Dr. N Sundaradevan, IAS (Retd) | 3                               | 3        |
| Mr. S Senthil Kumar            | 3                               | 3        |

**5. Remuneration to Directors:**

**(i) Remuneration policy and criteria for making payments to Executive and Non-Executive Directors:**

The Remuneration Policy of the Company as approved by the Board *inter alia* contains the criteria for appointment of Independent Directors, Executive Director, Key Managerial Personnel and other employees, manner of appointment, remuneration policy for Executive and Non-Executive Directors, Guiding principles for fixing remuneration to employees who are not Directors, etc. The following is the Remuneration Policy for Directors:

**a. For Executive Directors**

The remuneration of the Managing/Whole-time/Executive Directors shall comprise of a fixed component and performance-linked pay, as may be fixed by the Nomination and Remuneration Committee (NRC) and subsequently approved by the Board of Directors and Members. Performance Linked Pay shall be payable based on the performance of the individual and the Company during the year. Remuneration trend in the industry and in the region, academic background, qualifications, experience and contribution of the individual are to be considered in fixing the remuneration. These Directors are not eligible to receive sitting fees for attending the meetings of the Board and Committees.

## b. For Non-Executive Directors

The Non-Executive Directors are paid sitting fees for attending the Board and Committee Meetings as per the stipulations in the Act, and the Articles of Association of the Company as recommended by the NRC. Different scales of sitting fee may be fixed for each category of the Directors and type of meeting. However, the fees payable to the Independent Directors and Woman Directors shall not be lower than the fee payable to other categories of directors.

In addition to this, the travel and other expenses incurred for attending the meetings are to be met by the Company. Subject to the provisions of the Act and the Articles of Association, the Company in General Meeting may by special resolution sanction and pay the Directors remuneration not exceeding 1% of the net profits of the Company computed in accordance with the relevant provisions of the Act. The Company shall have no other pecuniary relationship or transactions with any Non-Executive Directors.

(ii) **None of the Non-Executive Directors had any pecuniary relationship with the Company other than receipt of sitting fees/ remuneration.**

(iii) **Details of Remuneration of Directors:**

a) **Remuneration of the Executive Directors for the year 2024-25 is as follows:**

(₹ in lakh)

| Sl. No. | Description            | Mr. D Senth Kumar<br>Managing Director | Mr. KT Vijayagopal<br>Whole-time Director<br>(Finance) & CFO<br>(until 11.02.2025) |
|---------|------------------------|----------------------------------------|------------------------------------------------------------------------------------|
| 01      | Salary & Allowances    | 79.91                                  | 63.46                                                                              |
| 02      | Performance Linked Pay | 12.94                                  | 24.00                                                                              |
| 03      | Perquisites            | 0.30                                   | 0.27                                                                               |
|         | <b>Total</b>           | <b>93.15*</b>                          | <b>87.73*</b>                                                                      |

### Note:

- (1) *\*In addition to the above, contribution to Provident Fund, Gratuity and other benefits were provided by the Company as per the applicable law/rules/terms of employment;*
- (2) *The performance linked pay is determined as per the appraisal system in place;*
- (3) *Both the above Directors were under contract of employment with the Company which stipulates a notice period of 3 months from either side for early separation. No severance fee is payable;*
- (4) *No employee stock options was offered by the Company to any of its Directors.*

b) **Remuneration paid to Non-Executive Directors:**

During the year, the non-executive directors were paid sitting fees of ₹ 1 lakh for each of the meeting of Board attended by them as given below:

(₹ in lakh)

| Name of the Director                            | Sitting Fees paid | Remuneration paid for FY 2023-24 |
|-------------------------------------------------|-------------------|----------------------------------|
| Ms. Mariam Pallavi Baldev, IAS*                 | 2.00              | -                                |
| Mr. Ashwin C Muthiah                            | 5.00              | 5.00                             |
| Mr. Dhananjay N Mungale (Retired on 27.05.2024) | 1.00              | 4.00                             |
| Ms. Sashikala Srikanth (Retired on 12.08.2024)  | 2.00              | 5.00                             |
| Mr. G D Sharma                                  | 5.00              | 5.00                             |
| Dr. N Sundaradevan, IAS (Retd.)                 | 5.00              | 5.00                             |

| Name of the Director                                             | Sitting Fees paid | Remuneration paid for FY 2023-24 |
|------------------------------------------------------------------|-------------------|----------------------------------|
| Mr. Debendranath Sarangi, IAS (Retd.)                            | 5.00              | 5.00                             |
| Lt. Col. (Retd) C S Shankar                                      | 5.00              | 5.00                             |
| Ms. Latha Ramanathan                                             | 3.00              | -                                |
| Ms. Rita Chandrasekar                                            | 4.00              | -                                |
| Mr. Sandeep Nanduri, IAS*                                        | 2.00              | 1.00                             |
| Mr. S Senthil Kumar*                                             | 5.00              | 2.00                             |
| Mr. S Krishnan, IAS* (Resigned effective 05.10.2023)             | -                 | 1.00                             |
| Ms. R Bhuvaneswari* (Resigned effective 09.10.2023)              | -                 | 2.00                             |
| Ms. Jayashree Muralidharan, IAS* (Resigned effective 26.10.2023) | -                 | 2.00                             |
| Mr. V Arun Roy, IAS* (Resigned effective 07.08.2024)             | -                 | 1.00                             |
| <b>Total</b>                                                     | <b>45.00</b>      | <b>43.00</b>                     |

\* Remuneration to Directors nominated by TIDCO would be paid to TIDCO directly.

## 6. Stakeholder's Relationship Committee:

### (i) Chairman and Compliance Officer

As on 31<sup>st</sup> March 2025, the Committee comprised of 4 Members of which 2 are Independent Directors with Dr. N Sundaradevan, IAS (Retd.) – Non-Executive/ Independent Director as the Chairman of the Committee. Ms. Sangeetha Sekar, Company Secretary is the Compliance Officer of the Company. The Committee met on 31<sup>st</sup> January 2025 during the year 2024-25 and the details of the attendance of Members are as follows:

| Name of the Members                      | No. of Meetings during the year |          |
|------------------------------------------|---------------------------------|----------|
|                                          | Held                            | Attended |
| Dr. N Sundaradevan, IAS (Retd), Chairman | 1                               | 1        |
| Mr. G D Sharma                           | 1                               | 1        |
| Mr. D Senthil Kumar                      | 1                               | 1        |
| Mr. S Senthil Kumar                      | 1                               | 1        |

### (ii) Details of Complaints received and pending

During the year, the Company had received and resolved 18 complaints within the stipulated time. At the end of the year, there was no pending complaint. All the complaints received during the year were redressed by the Company/RTA to the satisfaction of the shareholders.

## 7. Risk Management Committee (RMC):

### (i) Terms of reference

The terms of reference of the committee, *inter alia*, includes formulation, monitoring and reviewing of implementation of risk management policy and evaluating the adequacy of risk management systems. The terms of RMC as prescribed under the Regulations and the role of the RMC have been explained in detail in the said policy framed pursuant to the Regulations, as amended from time to time.

## (ii) Composition, Meetings and Attendance

The Committee met four times during the year 2024-25 i.e. 10<sup>th</sup> May 2024, 30<sup>th</sup> July 2024, 8<sup>th</sup> November 2024 and 31<sup>st</sup> January 2025. The Committee comprises 4 members of which 2 are Independent Directors. Details of the composition of the Committee and attendance of Members during the year are as follows:

| Name of the Members                                                    | No. of Meetings during the year |          |
|------------------------------------------------------------------------|---------------------------------|----------|
|                                                                        | Held                            | Attended |
| Lt. Col. (Retd.) C S Shankar, Chairman ( <i>effective 12.08.2024</i> ) | 4                               | 4        |
| Ms. Sashikala Srikanth, Chairperson ( <i>until 11.08.2024</i> )        | 2                               | 2        |
| Ms. Rita Chandrasekar ( <i>effective 12.08.2024</i> )                  | 2                               | 2        |
| Mr. D Senthil Kumar                                                    | 4                               | 4        |
| Mr. S. Senthil Kumar                                                   | 4                               | 4        |

## 8. Senior Management

As on 31<sup>st</sup> March 2025, the following are the list of Senior Management Personnel of the Company:

- Mr. D Senthil Kumar, Managing Director
- Mr. C Parthiban, Chief Financial Officer
- Ms. Sangeetha Sekar, Company Secretary
- Mr. N Murugan, VP (Operations)
- Mr. Raghunathan RM, AVP (Projects)
- Mr. S Sridharan, AVP (Marketing)
- Mr. Venkatakrishnan M, GM (Finance)
- Mr. Prakash Kumar V S, GM (Services)
- Mr. Vasantha Kumar K, DGM (Human Resources)
- Mr. N J Venkatesh, AGM (Projects)
- Mr. Kumaragurubaran S, AGM (Information Technology)
- Mr. S C Kumar, Dy. Manager (Environment)

Mr. KT Vijayagopal, Whole-time Director (Finance) & CFO ceased to be Senior Management Personnel of the Company consequent to his retirement/ resignation effective February 11, 2025.

## 9. General Body Meetings:

- a) The Annual General Meeting during the year 2022, 2023 and 2024 were held through Video Conferencing mode. The date and the special resolutions passed at the aforesaid meetings are as follows:

| Year | Date       | Time    | Special Resolutions Passed thereat                                                                                                                                                                                                                                                                                                                                                              |
|------|------------|---------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 2022 | 29.09.2022 | 3.00 PM | <p>a. Approval for payment of remuneration to the Non-Executive Directors of the Company for the year 2021-22</p> <p>b. Approval for renewal of appointment and increase in remuneration of Mr. D Senth Kumar as the Whole-time Director (Operations)</p> <p>c. Approval for renewal of appointment and increase in remuneration of Mr. KT Vijayagopal as the Whole-time Director (Finance)</p> |
| 2023 | 26.09.2023 | 4.30 PM | <p>a. Approval for payment of remuneration to the Non-Executive Directors of the Company for the year 2022-23</p> <p>b. Approval for re-appointment of Dr. N Sundaradevan, IAS (Retd.) (DIN: 00223399) as an Independent Director of the Company</p>                                                                                                                                            |
| 2024 | 26.09.2024 | 3.30 PM | Approval for appointment of Ms. Latha Ramanathan (DIN: 07099052) as an Independent Director of the Company                                                                                                                                                                                                                                                                                      |

## b) Details of Special Resolutions passed through Postal Ballot during FY 2024-25:-

The following Special Resolutions were passed through Postal Ballot on 13<sup>th</sup> July 2024

| Sl. No. | Special Resolutions passed thereat                                                                          | Voting pattern                               | Scrutinizer for postal ballot process                                |
|---------|-------------------------------------------------------------------------------------------------------------|----------------------------------------------|----------------------------------------------------------------------|
| 1.      | Approval for appointment of Ms. Rita Chandrasekar (DIN: 03013549) as an Independent Director of the Company | The Resolution was passed with 99.50% assent | M/s. B Chandra & Associates, Practicing Company Secretaries, Chennai |
| 2.      | Approval for the payment of remuneration to Non-Executive Directors of the Company for the year 2023-24     | The Resolution was passed with 99.98% assent |                                                                      |

- At present, there is no proposal to seek approval of shareholders for any special resolution through postal ballot.
- The procedure for postal ballot would be as prescribed under the Companies Act, 2013 and Rules made thereunder, and also other directions of MCA/SEBI issued from time to time.

## 10. Means of Communication:

The means of communications includes the following:

- a) The Financial Results (Quarterly/Annual) are intimated to the Stock Exchanges and published in one English National Newspaper (Financial Express) and one Tamil Newspaper (Makkal Kural).
- b) The results are also posted in the website of the Company viz. <https://www.tnpetro.com/>

In addition to the above, official press / news release and several other details / information of interest to various stakeholders' are submitted to the Stock Exchanges and made available in the website.

## 11. General Shareholder Information

### i. Annual General Meeting

The 40<sup>th</sup> AGM of the Company is scheduled to be held on Wednesday, 17<sup>th</sup> September 2025 at 2.00 PM (IST) through Video Conference in compliance with the guidelines and circulars issued by the Ministry of Corporate Affairs and SEBI.

### ii. Financial Year

The financial year of the Company commences on 1<sup>st</sup> April and ends on 31<sup>st</sup> March.

### iii. Dividend payment date

The Dividend will be paid through electronic mode for the year 2024-25 within the stipulated timeline, withholding applicable taxes, if any and subject to declaration at the ensuing AGM.

### iv. Listing of Securities (Equity Shares)

The Company had paid annual listing fees for the financial year 2025-26 with the following Stock Exchanges:

- o BSE Limited (BSE), Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai-400 001
- o National Stock Exchange of India Ltd (NSE), Exchange Plaza, C-1, Block G. Bandra Kurla Complex, Bandra East, Mumbai-400 051

### v. Registrar and Share Transfer Agent:

All share registry work in respect of both physical and demat segment are handled by Cameo Corporate Services Limited, No.1, Club House Road, V Floor, "Subramanian Building", Chennai - 600002, as the Registrars and Share Transfer Agent (RTA) of the Company for all aspects of investor servicing relating to shares.

### vi. Share Transfer System

Requests for share transmissions, transpositions etc., are processed by the RTA and returned within the stipulated time, if the documents are found to be in order. The routine requests from shareholders like transmission, transposition, change of name etc., are approved by the Whole-time Director(s)/ Managing Director & Company Secretary and the details are placed before the Stakeholder Relationship Committee and the Board.

Pursuant to proviso to Regulation 40 (1) of Listing Regulations, effective 1<sup>st</sup> April 2019, SEBI has disallowed listed companies from accepting request for transfer of securities which are held

in physical form. However, SEBI vide Circular No. SEBI/HO/MIRSD/MIRSD-PoD/P/CIR/2025/97 dated July 2, 2025, has announced a special window for the re-lodgement of physical share transfer requests that were originally submitted before April 1, 2019, and were rejected or returned due to deficiencies in documentation. This window is available from July 7, 2025, to January 6, 2026.

SEBI vide circular dated 25<sup>th</sup> January 2022, and 18<sup>th</sup> May 2022 has simplified the process for transmission of shares and issue of duplicate share certificates and mandated the listed entities to issue securities only in dematerialised form for the service requests such as issue of duplicate securities certificate, endorsement, sub-division/splitting of securities certificate, consolidation of securities certificates/folios, transmission and transpositions.

**vii. Distribution of Shareholding as on 31<sup>st</sup> March 2025**

| <b>Category<br/>(No. of Shares)</b> | <b>No. of<br/>Shareholders</b> | <b>Percentage</b> | <b>No. of Shares</b> | <b>Percentage</b> |
|-------------------------------------|--------------------------------|-------------------|----------------------|-------------------|
| 1- 500                              | 129925                         | 91.39             | 14985575             | 16.66             |
| 501- 1000                           | 7044                           | 4.95              | 5618917              | 6.25              |
| 1001- 2000                          | 2896                           | 2.04              | 4348300              | 4.83              |
| 2001- 3000                          | 886                            | 0.62              | 2258872              | 2.51              |
| 3001- 4000                          | 323                            | 0.23              | 1165776              | 1.30              |
| 4001- 5000                          | 362                            | 0.26              | 1713176              | 1.90              |
| 5001- 10000                         | 414                            | 0.29              | 3069441              | 3.41              |
| 10001 and above                     | 315                            | 0.22              | 56811417             | 63.14             |
| <b>Total :</b>                      | <b>142165</b>                  | <b>100.00</b>     | <b>89971474</b>      | <b>100.00</b>     |

**viii. Dematerialisation of Shares and liquidity**

The Company's equity shares are traded on BSE & NSE in demat form and the ISIN of the shares is INE148A01019. The shares are traded regularly on BSE & NSE. About 95.42% of the 8,99,71,474 outstanding shares have been dematerialised up to 31<sup>st</sup> March 2025. Balance shares are held in physical mode.

**ix.** The Company has not issued any convertible instruments.

**x. Disclosure of Commodity Price risks and Commodity hedging activities**

The Company mainly sources its materials domestically and the exports are not substantial, there has been no major commodity price risks faced. Accordingly, there has been no commodity hedging activity undertaken by the Company. As regards the Foreign Exchange risks, the Company takes forward contracts based on the exposure and extant market conditions.

**xi. Plant Location:** Manali Express Highway, Manali, Chennai - 600 068.

## xii. Address for Correspondence:

Investors may contact the Registrars and Share Transfer Agent for matters relating to shares, dividend, annual reports and related issues at the following address:

|                                                                                                                                                                                                                                                                                                                                                              |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <p align="center"><b>M/s. Cameo Corporate Services Limited</b><br/>         No.1 Club House Road, V floor, "Subramaniam Building", Chennai – 600 002<br/>         Phone: 044-2846734/735/24860395/24860390(4 lines), Fax: 044-28460129<br/>         Online Investor Portal : <a href="https://wisdom.cameoindia.com/">https://wisdom.cameoindia.com/</a></p> |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|

For other general matters or in case of any difficulties /grievances, investors may contact the Company Secretary & Compliance Officer at the Registered Office of the Company at

|                                                                                                                                                                                                                                                                                                                                                                                                                                               |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <p align="center"><b>Ms. Sangeetha Sekar, Company Secretary &amp; Compliance Officer</b><br/>         Manali Express Highway, Manali, Chennai – 600 068; Telefax No. 044-69185588,<br/>         E-mail: <a href="mailto:secy-legal@tnpetro.com">secy-legal@tnpetro.com</a>; <a href="mailto:investorgrievance@tnpetro.com">investorgrievance@tnpetro.com</a>;<br/>         website: <a href="http://www.tnpetro.com">www.tnpetro.com</a>.</p> |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|

## xiii. Credit Rating

CARE Ratings Ltd. vide letter dated 3<sup>rd</sup> January 2025 reaffirmed the rating in respect of the Long Term loan facility of ₹ 271 crore (enhanced from ₹ 256 crore) as CARE A+; Stable (Single A Plus; Outlook: Stable) and also reaffirmed the rating in respect of Short / Long term loan facility of ₹ 115 crore (enhanced from ₹ 98 crore) as CARE A+; Stable / CARE A1+ (Single A Plus; Outlook: Stable / A One Plus).

## 12. Other Disclosures:

- There were no materially significant related party transactions that had potential conflict with the interests of the Company at large. Transactions with the related parties are disclosed as part of the Notes to Financial Statements;
- There have been no instances of non-compliance by the Company on any matters relating to the capital markets nor have any penalty / strictures been imposed on the Company by the Stock Exchanges or SEBI or any other statutory authority on such matters.
- As stipulated under the Act and the Listing Regulations, the Company had adopted a Whistle Blower mechanism for Directors and employees. During the year, no personnel have been denied access to the audit committee.
- The Policy for determining material subsidiaries and on dealing with related party transactions were framed by the Company and the same are available on our website: <https://www.tnpetro.com/investors/policies>.
- A Management Discussion and Analysis Report has been presented as part of the Directors' Report.
- The Company has complied with all the mandatory requirements stipulated under the Listing Regulations.
- Ms. B Chandra, Practicing Company Secretary has certified that none of the Directors on the Board of the Company has been debarred or disqualified from being appointed or continuing as Directors of companies, by SEBI/Ministry of Corporate Affairs or any such statutory authority and the certificate in this regard is attached as **Annexure – A**.

- h) During the year, no complaints were filed under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.
- i) There were no loans and advances given by the Company or its subsidiaries to firms/companies in which directors are interested.

j) **Details of Material Subsidiary of the Company**

| <b>Name of Material Subsidiary</b>  | <b>Date of Incorporation</b>  | <b>Place of Incorporation</b> | <b>Details of Statutory Auditors</b>                                                  |
|-------------------------------------|-------------------------------|-------------------------------|---------------------------------------------------------------------------------------|
| Certus Investment & Trading Limited | 30 <sup>th</sup> October 2001 | Mauritius                     | Nexia Baker & Arenson<br>Chartered Accountants<br>Date of Appointment :<br>25.03.2011 |

- k) All the requirements of Corporate Governance report specified in Sub-Paras (2) to (10) of Para C of Schedule V to the Listing Regulations have been complied with.
- l) The Company has complied with the Corporate Governance requirements specified in Regulations 17 to 27 and Regulation 46(2) (b) to (i) of the Listing Regulations.
- m) The Statutory Auditor was paid ₹ 4.92 lakhs for other services to the Company, other than the audit fee as disclosed in the Financial Statements
- n) As on date of this report, there are 600 equity shares lying in the credit of the Unclaimed Securities - Suspense Escrow Demat Account of the Company, which belongs to 5 shareholders.
- o) **Compliance with Discretionary requirements**

As stipulated under Regulation 27 read with Part E of Schedule II of Listing Regulations, the following discretionary requirements have been adopted / complied with by the Company.

- a) There have been no modified opinions on the financial statements, and the Company is under a regime of unmodified audit opinions.
- b) The Company has appointed a third-party firm as the Internal Auditors which carries out the audit and the report is presented to the Audit Committee for review and further directions.
- c) The Company has appointed separate individuals for the post of Chairperson (Non-Executive Director) and Managing Director.
- d) The Company has 2 Women Independent Directors on its Board.
- p) **Agreements binding listed entities**

There were no agreements executed by the Company during the financial year, requiring disclosure under Regulation 30A of the Listing Regulations.

### **Declaration by Managing Director**

This is to declare that the respective Codes of Conduct envisaged by the Company have been complied by all the Members of the Board and Senior Management Personnel of the Company.

12<sup>th</sup> August 2025  
Chennai - 600 068

**D Senth Kumar**  
DIN: 00202578  
Managing Director

## Annexure – A

### CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

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

To,  
The Members of  
**Tamilnadu Petroproducts Limited**  
Manali Express Highway, Manali  
Chennai 600068

I have examined the relevant registers, records, forms, returns and disclosures received from the Directors of Tamilnadu Petroproducts Limited having CIN L23200TN1984PLC010931 and having registered office at Manali Express Highway, Manali Chennai 600068 (hereinafter referred to as 'the Company'), produced before me/us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In my opinion and to the best of my information and according to the verifications (including Directors Identification Number (DIN) status at the portal [www.mca.gov.in](http://www.mca.gov.in)) as considered necessary and explanations furnished to me by the Company & its Directors and officers, I hereby certify that none of the Directors on the Board of the Company as stated below have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs, or any such other Statutory Authority during the Financial Year ended on 31<sup>st</sup> March, 2025.

Our responsibility is limited to examination of the Secretarial records made available to us by the Company in more particular the declarations made by the Directors to the Company under Sections 184, 149 and 164 of the Companies Act 2013 and the data available in the public domain in the G2B portal [www.mca.gov.in](http://www.mca.gov.in)

Pursuant to the above, this is to certify:

1. The following were the Directors of the Company as on 31.3.2025.
2. No information or record has come to our notice that any of the directors on the board of the company have been debarred or disqualified from being appointed or continuing as directors of companies by the Board/Ministry of Corporate Affairs or any such statutory authority.

| <b>Name of Director</b>                          | <b>DIN</b> | <b>Date of appointment in Company</b> |
|--------------------------------------------------|------------|---------------------------------------|
| Mr. D Senthil Kumar                              | 00202578   | 18/02/2016                            |
| Dr. Sundaradevan Nanjiah, IAS (Retd.)            | 00223399   | 01/09/2018                            |
| Mr. Ashwin Muthiah Chidambaram                   | 00255679   | 23/07/2001                            |
| Mr. Debendranath Sarangi, IAS (Retd.)            | 01408349   | 21/05/2019                            |
| Lt. Col. (Retd.) Shankar Chattapuram Swaminathan | 08397818   | 01/04/2019                            |
| Mr. S. Senthil Kumar                             | 00131558   | 00131558                              |
| Mr. Sandeep Nanduri, IAS                         | 07511216   | 02/11/2023                            |
| Ms Rita Chandrasekar                             | 03013549   | 14/05/2024                            |
| Ms Mariam Pallavi Baldev, IAS                    | 09281201   | 22/10/2024                            |

| Name of Director                    | DIN      | Date of appointment in Company |
|-------------------------------------|----------|--------------------------------|
| Mr Manish Nagpal                    | 03169160 | 12/02/2025                     |
| Mr. Govindarajan Dattatreyan Sharma | 08060285 | 01/04/2019                     |
| Ms Latha Ramanathan                 | 07099052 | 06/08/2024                     |

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

This certificate is being issued based on specific request made by M/s Tamilnadu Petroproducts Limited (hereinafter referred to as “the Company”) and pursuant to the requirement under Clause (i) of sub regulation 10 (c) of Sch V to the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 (LODR).

This certificate is issued for the limited purpose of making necessary disclosures in the Corporate Governance Report which forms part of the Directors’ report pursuant to Sch V to the LODR and should not be used for any other purpose without prior approval of the undersigned.

**B CHANDRA**

PRACTISING COMPANY SECRETARY

CP No. 7859

Peer review no 6198/2024

UDIN: A020879G000982807

Place: Chennai

Date: 12.08.2025



## **PRACTISING COMPANY SECRETARY CERTIFICATE ON CORPORATE GOVERNANCE**

To The Members of Tamilnadu Petroproducts Limited

I have examined the compliance of conditions of Corporate Governance by M/s. Tamilnadu Petroproducts Limited, for the year ended on 31<sup>st</sup> March, 2025, as stipulated under the relevant provisions of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as referred to in the Listing Regulations for the period 1<sup>st</sup> April 2024 to 31<sup>st</sup> March 2025, with the relevant records and documents maintained by the Company and furnished to us and the Report on Corporate Governance as approved by the Board of Directors.

1. The compliance of conditions of Corporate Governance is the responsibility of the management. My examination was limited to review of procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of corporate governance as stipulated in the said clause. It is neither an audit nor an expression of opinion on the financial statements of the Company.
2. Based on the aforesaid examination and according to the information and explanations given to us, I certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Regulations. I further state that, such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

**B CHANDRA**

Practising Company Secretary

CP No. 7859

Peer review no. 6198/2024

UDIN: A020879G000987647

Place: Chennai

Date: 12.08.2025

## ANNEXURE - II TO DIRECTORS' REPORT

To,  
The Members,  
Tamilnadu Petroproducts Limited,  
Manali Express Highway,  
Manali, Chennai,  
Tamil Nadu-600068

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

Maintenance of secretarial record is the responsibility of the management of the company. My responsibility is to express an opinion on these secretarial records based on my audit.

I 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. I believe that the processes and practices, I followed provide a reasonable basis for our opinion.

I have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.

Where ever required, I have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.

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.

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.

I further add due to the inherent limitations of an audit including internal, financial and operating controls, there is an unavoidable risk that some misstatements or material non-compliances may not be detected, even though the audit is properly planned and performed in accordance with the Standards.

**B CHANDRA**  
Practising Company Secretary  
CP No. 7859  
ACS No.: 20879

Place: Chennai  
Date: 12.08.2025

**Form No. MR-3****SECRETARIAL AUDIT REPORT****FOR THE FINANCIAL YEAR ENDED 31.03.2025**

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

To  
The Members,  
Tamilnadu Petroproducts Limited,  
Manali Express Highway,  
Manali, Chennai - 600068,

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by M/s Tamilnadu Petroproducts Limited bearing CIN L23200TN1984PLC010931 (hereinafter called the company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my 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, I hereby report that, in my opinion, the company has, during the audit period covering the financial year ended on 31.03.2025, complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31.03.2025, according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made there under;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (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 (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
  - d. The Securities and Exchange Board of India (Listing obligations and Disclosure requirements) Regulations 2015;

I am informed that the company, during the year, was not required to comply with the following regulations and consequently not required to maintain any books, papers, minute books or other records or file any forms/ returns under:

- a. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations 2018
  - b. The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 The Securities and Exchan
  - c. The Securities and Exchange Board of India (Issue and Listing of Debt securities) Regulations 2008
  - d. The Securities and Exchange Board of India (Buy back of Securities) Regulations, 2018;
  - e. Securities and Exchange Board of India (Issue and Listing of Non- Convertible and Redeemable Preference Shares) Regulations, 2013
- (vi) In addition to the compliance with laws applicable to Factories and labour laws pertaining to the same, based on the study of the systems and processes in place and a review of the reports of (1) Occupier/Manager of the factories plant located at Manali which manufacture Petrochemicals (2) Internal Audit Reports (3) the compliance reports made by the functional heads of various departments which are submitted to the Board of Directors of the Company, (4) a confirmation from the company on compliance on other applicable laws, I report that the Company has complied with the provisions of the following industry specific statutes and the rules made there under to the extent it is applicable to them:
- Factories Act, 1948 and Manufacture, Storage and Import of Hazardous Chemical Rules, 1989
  - Drugs and Cosmetics Act, 1940
  - The Environmental Impact Assessment Notification, 2006
  - Explosives Act, 1884
  - The Environment (Protection) Act, 1986
  - The Water (Prevention and Control of Pollution) Act, 1974
  - The Air (Prevention and Control of Pollution) Act, 1981

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

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India.
- (ii) The Listing Agreements entered into by the Company with BSE Limited and National Stock Exchange of India Limited.

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

I further report that

- The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.
- Adequate notice is given to all directors to schedule the Board 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.

- Based on the minutes made available to us, I report that the Majority decision is carried through and that there were no dissenting votes from any Board members that are required to be captured and recorded as part of the minutes.

I further report that there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor, report deviations, if any, to the Board, take corrective actions and ensure compliance with applicable laws, rules, regulations and guidelines.

In a Suo Moto case filed by NGT, the Company was imposed an environmental compensation of ₹ 100 lakh each towards LAB and HCD units by TNPCB in the year 2020. The Company has submitted its representation for consideration with TNPCB and awaiting further directions.

I further report that the Company had initiated the process of transfer of shares due for transfer during FY 2018-19 to the Investor Education and Protection Fund Authority.

**B CHANDRA**

Company Secretary in Practice

ACS No.: 20879

CP No.: 7859

Peer review: 6198/2024

UDIN: A020879G000982818

Place: Chennai

Date: 12.08.2025

## ANNEXURE - III TO DIRECTORS' REPORT

Particulars as required under Rule 3 of the Companies (Accounts) Rules, 2014 for the year ended 31<sup>st</sup> March 2025, are furnished below to the extent applicable:

### A) Conservation of Energy

#### i) Steps taken or impact on conservation of energy

- Membrane replacements were carried out and energy saving of around 10.8 lakh Kwh/year;
- Simple initiatives such as replacing conventional bulbs & fans with LED lights & BLDC fan, upgrading compressor HP element, switching to lower-capacity pumps, and optimizing boiler operations by utilizing only one boiler and its FD fan resulted in annual energy savings of 3.69 lakh kWh/year;

#### ii) Steps taken by the Company for utilising alternate sources of energy

During the year, the Company utilised 81% of the overall power consumption from renewable sources viz., wind and solar amounting to 10,49,06,544 units.

#### iii) Investment in conservation of energy

About ₹ 73 lakh was invested during the year 2024-25.

### B) Technology Absorption

#### i) Efforts made in technology absorption and benefits derived like product improvement, cost reduction, product development or import substitution

In the recent past, the Company has not implemented any major new technologies. However, certain targeted upgrades such as the replacement of conventional motors with energy-efficient IE3 motors have been carried out to enhance operational efficiency and reduce energy consumption.

Additionally, the Company has initiated the process of transitioning from Mono-polar to bi-polar membrane technology in Caustic Soda manufacturing. This change is expected to significantly reduce power consumption costs, with energy savings anticipated to take effect from Q4 FY 2025-26.

Further, process improvement initiatives are being pursued to reduce production costs. The Company is implementing a Waste Heat Recovery Boiler (WHRB) integrated with a gas engine to enhance energy utilization efficiency, and is also exploring the feasibility of deploying Battery Energy Storage Systems (BESS) to optimize power management and grid stability.

#### ii) Expenditure on Research & Development

No expenditure on research & development incurred during the year.

### C) Foreign Exchange Earnings and outgo:

- i) Foreign exchange in terms of actual inflows: ₹ 0.89 Crore;
- ii) Foreign exchange in terms of actual outflows: ₹ 269.68 Crore;

**For and on behalf of the Board of Directors**

12<sup>th</sup> August 2025  
Chennai - 600 068

**G D Sharma**  
**DIN: 08060285**  
**Independent Director**

**D Senth Kumar**  
**DIN: 00202578**  
**Managing Director**

## ANNEXURE – IV TO DIRECTORS' REPORT

### Disclosures under Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

|                                                                                                                                                                                                                                                                                                                                                             |                                                                                                                                                     |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------|
| a. The ratio of the remuneration of each director to the median remuneration of the employees of the Company for the financial year;                                                                                                                                                                                                                        | Mr. D. Senthikumar, MD : 13.74 times                                                                                                                |
| b. The percentage increase in remuneration of each director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year;                                                                                                                                                                                 | Remuneration of MD was increased by 20% effective 04 <sup>th</sup> February 2025 and CS was increased by 8% effective November 2024.                |
| c. The percentage increase in the median remuneration of employees in the financial year;                                                                                                                                                                                                                                                                   | 8.55% increase for employees, including unionised employees.                                                                                        |
| d. The number of permanent employees on the rolls of Company;                                                                                                                                                                                                                                                                                               | As at the year-end, there were 399 permanent employees, including MD                                                                                |
| e. Average percentiles increase already made in the salaries of employees other than the Key Managerial Personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration; | Average percentiles increase already made in the salaries of employees other than the Key Managerial Personnel in the last financial year is 6.04%. |
| f. Affirmation that the remuneration is as per the remuneration policy of the Company                                                                                                                                                                                                                                                                       | The Company affirms that the remuneration is as per the remuneration policy of the Company as approved the Board of Directors                       |

### Disclosures under Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014:

#### Details of Top 10 employees in terms of remuneration received during the year

| S. No. | Name              | Designation         | Remuneration (₹ in Lakh) | Qualification                                  | Experience (in yrs) | DOJ       | Age (in yrs) | Last Employment                                               |
|--------|-------------------|---------------------|--------------------------|------------------------------------------------|---------------------|-----------|--------------|---------------------------------------------------------------|
| 1      | D Senthikumar     | MD                  | 93.15                    | B.Tech                                         | 39                  | 18-Feb-16 | 60           | Vice President (Projects) Cetex Petrochemicals Limited        |
| 2      | Vijayagopal KT*   | WTD (Finance) & CFO | 87.73                    | B.com, FCA                                     | 35                  | 21-Aug-15 | 59           | Managing Director – EDAC Engineering Limited                  |
| 3      | N Murugan         | VP (Operations)     | 66.93                    | B.Tech Chemical                                | 38                  | 04-Aug-21 | 57           | Process Engineering Head ADNOC, Abu Dhabi                     |
| 4      | S Sridharan       | AVP (Marketing)     | 54.68                    | B.E (Chemical Engineering, Executive PGDM IIFT | 28                  | 07-Nov-22 | 48           | Senior General Manager Sales & Marketing Cabot Sanmar Limited |
| 5      | R M Raghunathan   | AVP (Projects)      | 53.10                    | B.E (Mechanical Eng.), MBA                     | 37                  | 05-Mar-18 | 57           | Project Manager Head EDAC Engineering Ltd                     |
| 6      | M Venkatakrishnan | GM (Finance)        | 46.23                    | B.com, ACA                                     | 27                  | 15-Feb-16 | 56           | Relationship Manager (Finance) Crompton Greaves Limited       |

| S. No. | Name              | Designation     | Remuneration<br>(₹ in Lakh) | Qualification                              | Experience<br>(in yrs) | DOJ       | Age<br>(in yrs) | Last Employment                                                |
|--------|-------------------|-----------------|-----------------------------|--------------------------------------------|------------------------|-----------|-----------------|----------------------------------------------------------------|
| 7      | T Muruganandam    | DGM (Marketing) | 42.72                       | B.E.<br>(Chemical),<br>Dip. Chem.<br>Tech. | 22                     | 01-Nov-19 | 45              | Business Development<br>Manager<br>Ultramarine & Pigments Ltd. |
| 8      | K Vasantha Kumar  | DGM (HR)        | 42.06                       | B.Sc (Stat),<br>M.A.(PM&IR),<br>MLM        | 26                     | 09-Dec-16 | 49              | Senior Manager(IR) - India<br>Yamaha Motors Pvt Ltd            |
| 9      | V S Prakash Kumar | GM (Services)   | 40.93                       | B.Tech<br>(Chemical), Dip.<br>Chem Tech    | 25                     | 20-Aug-21 | 45              | General Manager<br>(Production)<br>Shreas Industries Limited   |
| 10     | Venkatesh N J     | AGM (Projects)  | 35.87                       | DME., AMIE.,<br>MBA                        | 37                     | 16-Dec-87 | 57              | -                                                              |

\*Includes performance linked pay pertaining to FY 2023-24 paid during the year.

\*Ceased to be WTD(F) & CFO effective Close of business hours on 11/02/2025 upon completion of his tenure.

**Notes:**

- As per the disclosures available with the Company, none of the above employees are related to any director and also do not hold any shares in the Company.
- The remuneration shown above includes contributions to Provident and other Funds.
- The above employments are contractual.

**For and on behalf of the Board of Directors**

**12<sup>th</sup> August 2025**  
**Chennai 600068**

**G D Sharma**  
**DIN: 08060285**  
**Independent Director**

**D Senthikumar**  
**DIN: 00202578**  
**Managing Director**

## ANNEXURE - V TO DIRECTOR'S REPORT

### ANNUAL REPORT ON CSR ACTIVITIES DURING THE YEAR 2024-25

#### 1. Brief outline of the Company's CSR Policy and related information

##### The Policy

TPL appreciates that in any society inclusive growth of all the segments is of paramount importance. The Business Community owes its existence and growth to the other components of the Society at large. TPL is committed to contribute its mite for the sustained growth of the Society through various plans and programmes. TPL also believes that as a responsible organisation, it can, together with similar such entities, transform the neglected sections of the Society through concerted efforts.

TPL also endeavours to ensure environmental sustainability by adopting best environmental practices and encourages conservation/judicious use of natural resources.

TPL looks beyond mere financial resources and aims to undertake such activities, which will provide long-term benefits to the weaker sections and make them competent to face off the challenges in life.

#### 2. Composition of the CSR Committee

During the year, the CSR Committee comprised of the following Directors as the Members. The Committee met two times during the year 2024-25, on 30<sup>th</sup> July 2024 and 26<sup>th</sup> March 2025. The Company Secretary is the Secretary to the Committee.

| Name of the Director                                          | Designation / Nature of Directorship | No. of Meetings during the year |          |
|---------------------------------------------------------------|--------------------------------------|---------------------------------|----------|
|                                                               |                                      | Held                            | Attended |
| Ms. Sashikala Srikanth, Chairperson <i>(until 11.08.2024)</i> | Independent Director                 | 1                               | 1        |
| Mr. G D Sharma, Chairman <i>(effective 12.08.2024)</i>        | Independent Director                 | 2                               | 2        |
| Dr. N Sundaradevan, IAS (Retd.) <i>(effective 12.08.2024)</i> | Independent Director                 | 1                               | 1        |
| Mr. S Senthil Kumar                                           | Non-Executive Director               | 2                               | 2        |
| Mr. D Senthil Kumar                                           | Managing Director                    | 2                               | 2        |

#### 3. Web-link where composition of CSR Committee, CSR Policy and CSR Projects approved by the Board are disclosed on the website of the Company:

- Composition of the Committee : <https://www.tnpetro.com/about-us/board-of-directors-committees/>
- CSR Policy and CSR Projects approved by the Board : <https://www.tnpetro.com/about-us/csr/>

#### 4. 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: Not applicable

5. a) Average net profit of the Company as per sub-section (5) of Section 135: ₹ 13,588 lakh
- b) Two percent of the average net profit of the Company: ₹ 271.77 lakh
- c) Surplus arising out of the CSR projects or programmes or activities of the previous financial years: Nil
- d) Amount required to be set off for the financial year: Nil
- e) Total CSR obligation for the financial year: ₹ 271.77 lakh

6. a) Amount spent on CSR Projects (both Ongoing project and others): ₹ 132.18 lakh  
b) Amount spent in Administrative overheads : Nil  
c) Amount spent on Impact Assessment, if applicable : Nil  
d) Total amount spent for the financial year : ₹ 132.18 lakh  
e) CSR amount spent or unspent for the Financial Year:

(₹ In lakh)

| Total Amount Spent for the Financial Year. (in `) | Unspent Amount                                                        |                  |                                                                                                     |        |                  |
|---------------------------------------------------|-----------------------------------------------------------------------|------------------|-----------------------------------------------------------------------------------------------------|--------|------------------|
|                                                   | 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 |
| ₹ 132.18                                          | 139.78                                                                | 11/04/2025       | Not applicable                                                                                      |        |                  |

- f) Excess amount for set-off, if any : Not applicable

7. Details of Unspent CSR amount for the preceding three Financial Year:

(₹ In lakh)

| Sl. No. | Preceding Financial Year | Amount transferred to Unspent CSR Account under Section 135 (6) | Balance Amount in Unspent CSR Account under Section 135(6) as on 1 <sup>st</sup> April 2024 | Amount spent in the Financial Year 2024-25 | Amount transferred to a fund as specified under Schedule VII as per Section 135(5), if any |                  | Amount remaining to be spent in succeeding financial years | Deficiency, if any |
|---------|--------------------------|-----------------------------------------------------------------|---------------------------------------------------------------------------------------------|--------------------------------------------|--------------------------------------------------------------------------------------------|------------------|------------------------------------------------------------|--------------------|
|         |                          |                                                                 |                                                                                             |                                            | Amount                                                                                     | Date of Transfer |                                                            |                    |
| 1       | 2021-22                  | 145.75                                                          | 12.73                                                                                       | 12.73                                      | -                                                                                          | -                | 0.00                                                       | Nil                |
| 2       | 2022-23                  | 185.64                                                          | 55.41                                                                                       | 46.66                                      | -                                                                                          | -                | 8.75                                                       | Nil                |
| 3       | 2023-24                  | 185.59                                                          | 185.59                                                                                      | 142.62                                     | -                                                                                          | -                | 42.97                                                      | Nil                |

8. Whether any capital assets have been created or acquired through Corporate Social Responsibility amount spent in the Financial Year - No

9. **Reasons for amount not spent :**

Against the total CSR obligation of ₹ 271.77 lakh, the Board approved CSR projects of value amounting to ₹ 271.96 lakh. Of which, a sum of ₹ 132.18 lakh was spent during the year and the balance of ₹ 139.78 lakh relating to ongoing projects identified by the Board as prescribed under the relevant provisions of the Act and the rules made thereunder has been deposited in the special account with a scheduled bank and being spent during the FY 2025-26 towards the said projects.

**For and on behalf of the Board of Directors**

**12<sup>th</sup> August, 2025**  
**Chennai – 600 068**

**Mr. D Senth Kumar**  
**DIN: 00202578**  
**Managing Director**

**Mr. G D Sharma**  
**DIN: 08060285**  
**Chairperson of CSR Committee**

**ANNEXURE VI TO DIRECTORS' REPORT**  
**BUSINESS RESPONSIBILITY AND SUSTAINABILITY REPORT**  
**(As at 31<sup>st</sup> March 2025)**

**SECTION A – GENERAL DISCLOSURES**

**I. Details of the Listed Entity:**

|     |                                                                                                             |                                                                                                                                                                                      |
|-----|-------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 1.  | <b>Corporate Identity Number (CIN) of the Company</b>                                                       | L23200TN1984PLC010931                                                                                                                                                                |
| 2.  | <b>Name of the Company</b>                                                                                  | Tamilnadu Petroproducts Limited                                                                                                                                                      |
| 3.  | <b>Year of Incorporation</b>                                                                                | 1984                                                                                                                                                                                 |
| 4.  | <b>Registered office address</b>                                                                            | Manali Express Highway, Manali, Chennai - 600 068                                                                                                                                    |
| 5.  | <b>Corporate address</b>                                                                                    | Manali Express Highway, Manali, Chennai - 600 068                                                                                                                                    |
| 6.  | <b>E-mail</b>                                                                                               | <a href="mailto:secy-legal@tnpetro.com">secy-legal@tnpetro.com</a>                                                                                                                   |
| 7.  | <b>Telephone</b>                                                                                            | 044-25945588 / 69185588                                                                                                                                                              |
| 8.  | <b>Website</b>                                                                                              | <a href="http://www.tnpetro.com">www.tnpetro.com</a>                                                                                                                                 |
| 9.  | <b>Financial year for which reporting is being done</b>                                                     | 2024-25                                                                                                                                                                              |
| 10. | <b>Name of the Stock Exchange(s) where shares are listed</b>                                                | BSE Limited and National Stock Exchange of India Limited                                                                                                                             |
| 11. | <b>Paid-up Capital</b>                                                                                      | ₹ 8997.15 lakh                                                                                                                                                                       |
| 12. | <b>Name of contact details of the person who may be contacted in case of any queries on the BRSR Report</b> | Ms. Sangeetha Sekar<br>Company Secretary & Compliance Officer<br>Phone No. 044-69185588 / 29545588<br><a href="mailto:secy-legal@tnpetro.com">e-mail id : secy-legal@tnpetro.com</a> |
| 13. | <b>Reporting boundary</b>                                                                                   | The disclosures under this report are made on a standalone basis for Tamilnadu Petroproducts Limited                                                                                 |
| 14. | <b>Name of assurance provider</b>                                                                           | Not Applicable                                                                                                                                                                       |
| 15. | <b>Type of assurance obtained</b>                                                                           |                                                                                                                                                                                      |

**II. Products / Services**

**16. Details of business activities (accounting for 90% of the turnover):**

| S. No. | Description of Main Activity                               | Description of Business Activity                                                                     | % of Turnover of the entity |
|--------|------------------------------------------------------------|------------------------------------------------------------------------------------------------------|-----------------------------|
| 1      | Processing /Manufacturing of Chemicals and Petro chemicals | Processing/Manufacturing, Sales, Distribution and marketing of Chemical products and Petro chemicals | 99.34%                      |

**17. Products/Services sold by the entity (accounting for 90% of the entity's Turnover):**

| S. No. | Product/Service       | NIC Code | % of total Turnover contributed |
|--------|-----------------------|----------|---------------------------------|
| 1      | Linear Alkyl Benzene  | 20119    | 81.11%                          |
| 2      | Caustic Soda/Chlorine | 20119    | 11.70%                          |
| 3      | Propylene Oxide       | 20119    | 6.53%                           |

**III. Operations**

**18. Number of locations where plants and/or operations/offices of the entity are situated:**

| Location      | Number of Plants                          | Number of offices | Total |
|---------------|-------------------------------------------|-------------------|-------|
| National      | 3                                         | 2                 | 5     |
| International | TPL doesn't have International Operations |                   |       |

**19. Markets served by the entity:**

The Company operates in the markets mentioned below:

**a. Number of locations**

| Locations                           | Number                                                                                                                                                                                                                                                                       |
|-------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| National<br>(No. of States)         | LAB is supplied PAN India from Baddi in North to Tuticorin in South.<br>(13 States)                                                                                                                                                                                          |
| International<br>(No. of Countries) | The Company had recently commenced the export of LAB. During FY 2024-25, 40 MT of LAB was exported to South Korea. Given that the domestic demand for LAB exceeds India's current production capacity, the primary focus of the Company remains on serving the local market. |

*\*LAB- Linear Alkyl Benzene*

**b. What is the contribution of exports as a percentage of the total turnover of the entity?**

0.04%

**c. A brief on types of customers**

Tamilnadu Petroproducts Limited, manufactures and sells petrochemical and industrial intermediate chemical products in India. It offers linear alkyl benzene, an organic compound used in the manufacture of domestic detergents, institutional, and industrial cleaners under the Superlab® brand. The Company sells Linear Alkyl Benzene (LAB) to detergent manufacturers, Sulphonators in India.

Apart from this, caustic soda is produced and sold for use in textile, pulp and paper, aluminium, and soap and detergent industries; and chlorine, a co-product of caustic soda for use in various sectors, including vinyl chloride, chlorinated paraffin wax, pulp and paper, water purification, chlorinated solvents, propylene oxide etc. Propylene Oxide is used in manufacture of Polyol, Propylene glycol, etc.

#### IV. Employees

##### 20. Details as at the end of Financial Year:

###### a. Employees and Workers (including differently abled):

| S. No.    | Particulars              | Total (A) | Male    |           | Female  |           |
|-----------|--------------------------|-----------|---------|-----------|---------|-----------|
|           |                          |           | No. (B) | % (B / A) | No. (C) | % (C / A) |
| EMPLOYEES |                          |           |         |           |         |           |
| 1.        | Permanent (D)            | 399       | 380     | 95%       | 19      | 5%        |
| 2.        | Other than Permanent (E) | 38        | 36      | 95%       | 2       | 5%        |
| 3.        | Total employees (D + E)  | 437       | 416     | 95%       | 21      | 5%        |
| WORKERS   |                          |           |         |           |         |           |
| 4.        | Permanent (F)            | 0         | 0       | -         | 0       | -         |
| 5.        | Other than Permanent (G) | 723       | 691     | 96%       | 32      | 4%        |
| 6.        | Total workers (F + G)    | 723       | 691     | 96%       | 32      | 4%        |

###### b. Differently abled Employees / Workers:

| <b>Differently abled Employees / Workers</b> |                                                            |           |          |           |          |           |
|----------------------------------------------|------------------------------------------------------------|-----------|----------|-----------|----------|-----------|
| S. No                                        | Particulars                                                | Total (A) | Male     |           | Female   |           |
|                                              |                                                            |           | No. (B)  | % (B / A) | No. (C)  | % (C / A) |
| 1.                                           | Permanent (D)                                              | 0         | 0        | -         | 0        | -         |
| 2.                                           | Other than Permanent (E)                                   | 0         | 0        | -         | 0        | -         |
| 3.                                           | <b>Total differently abled employees / workers (D + E)</b> | <b>0</b>  | <b>0</b> | <b>-</b>  | <b>0</b> | <b>-</b>  |

##### 21. Participation/Inclusion/Representation of women

|                          | Total (A) | No. and percentage of Females |           |
|--------------------------|-----------|-------------------------------|-----------|
|                          |           | No. (B)                       | % (B / A) |
| Board of Directors       | 12        | 3                             | 25%       |
| Key Management Personnel | 3*        | 1                             | 33%       |

\*KMP comprises of Managing Director, Chief Financial Officer and a Company Secretary

##### 22. Turnover rate for permanent employees and workers

|                     | FY 2024-25 |        |       | FY 2023-24 |        |       | FY 2022-23 |        |       |
|---------------------|------------|--------|-------|------------|--------|-------|------------|--------|-------|
|                     | Male       | Female | Total | Male       | Female | Total | Male       | Female | Total |
| Permanent Employees | 11%        | 17%    | 11%   | 10%        | 32%    | 11%   | 18%        | 24%    | 18%   |
| Permanent Workers   | -          | -      | -     | -          | -      | -     | -          | -      | -     |

**Note:** TPL doesn't have workforce categorized as Permanent Workers

## V. Holding, Subsidiary and Associate Companies (including Joint Ventures)

### 23. (a) Names of Holding / Subsidiary / Associate Companies / Joint Ventures

| S. No. | Name of the holding / subsidiary / associate companies / joint ventures (A) | Indicate whether holding/ subsidiary/ associate/ joint venture | % of shares held by listed entity | Does the entity indicated at column A, participate in the Business Responsibility initiatives of the listed entity? (Yes/No) |
|--------|-----------------------------------------------------------------------------|----------------------------------------------------------------|-----------------------------------|------------------------------------------------------------------------------------------------------------------------------|
| 1      | Certus Investment & Trading Limited, Mauritius                              | Wholly Owned Subsidiary                                        | 100%                              | No                                                                                                                           |
| 2      | Certus Investment and Trading (S) Private Limited, Singapore                | Step-down Subsidiary                                           | -                                 | No                                                                                                                           |

## VI. CSR Details:

### 24. (i) Whether CSR is applicable as per section 135 of Companies Act, 2013: Yes

(ii) Turnover (in ₹) – 1696.86. Crore

(iii) Net worth (in ₹) - 796.26. Crore

## VII. Transparency and Disclosure Compliances

### 25. Complaints/Grievances on any of the principles (Principles 1 to 9) under the National Guidelines on Responsible Business Conduct:

| Stakeholder group from whom complaint is received | Grievance Redressal Mechanism in Place (Yes/ No) (If yes, then provide web-link for grievance redress policy)                                                                                                                                                                | FY 2024-25              |                                                           |         | FY 2023-24              |                                                           |         |
|---------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------|-----------------------------------------------------------|---------|-------------------------|-----------------------------------------------------------|---------|
|                                                   |                                                                                                                                                                                                                                                                              | No. of complaints filed | No. of complaints pending resolution at close of the year | Remarks | No. of complaints filed | No. of complaints pending resolution at close of the year | Remarks |
| Communities                                       | Yes                                                                                                                                                                                                                                                                          | -                       | -                                                         | -       | -                       | -                                                         | -       |
| Shareholders                                      | Yes, Shareholders can register their grievances through the Company's Website <a href="https://www.tnpetro.com/investors/investor-queries-grievances/">https://www.tnpetro.com/investors/investor-queries-grievances/</a> and also through regulators SEBI/ Stock Exchanges. | 18                      | -                                                         | -       | 35                      | -                                                         | -       |
| Employees & Workers                               | Yes                                                                                                                                                                                                                                                                          | 6                       | 5                                                         | -       | 5                       | 1                                                         | -       |

| Stakeholder group from whom complaint is received             | Grievance Redressal Mechanism in Place (Yes/No) (If yes, then provide web-link for grievance redress policy)                                | FY 2024-25              |                                                           |         | FY 2023-24              |                                                           |         |
|---------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------|-------------------------|-----------------------------------------------------------|---------|-------------------------|-----------------------------------------------------------|---------|
|                                                               |                                                                                                                                             | No. of complaints filed | No. of complaints pending resolution at close of the year | Remarks | No. of complaints filed | No. of complaints pending resolution at close of the year | Remarks |
| Customers                                                     | Yes, feedback forms are obtained from customers on regular basis and any sort of grievances/ complaints are recorded and resolved promptly. | -                       | -                                                         | -       | -                       | -                                                         | -       |
| Value Chain Partner                                           | E-mail communication and regular meetings at a frequency of once in a quarter                                                               | -                       | -                                                         | -       | -                       | -                                                         | -       |
| Others (including contract workers, anonymous, Trainees etc.) |                                                                                                                                             | -                       | -                                                         | -       | -                       | -                                                         | -       |
| Web link                                                      | <a href="https://www.tnpetro.com/investors/policies/">https://www.tnpetro.com/investors/policies/</a>                                       |                         |                                                           |         |                         |                                                           |         |

**26. Material responsible business conduct and sustainability issues pertaining to environmental and social matters that present a risk or an opportunity to your business, rationale for identifying the same, approach to adapt or mitigate the risk along-with its financial implications.**

Overview of the entity's material responsible business conduct issues:

| S. No. | Material identified issue-risk or opportunity | Rationale for identifying the risk / opportunity                                                                                                                                                                                                                                                                                                                                        | In case of risk, approach to adapt or mitigate                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | Financial implications of the risk or opportunity (Indicate positive or negative implications)                                                                                                |
|--------|-----------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 1      | Carbon Emission - Risk & Opportunity          | CO <sub>2</sub> emissions contribute to climate change. The carbon footprint of a product directly influences the emissions associated with customers. Failing to meet decarbonisation commitments can lead to reputational risks.<br><br>Organisations across industries are transitioning to cleaner energy sources, and consumers are increasingly choosing low-carbon alternatives. | <ul style="list-style-type: none"> <li>- Adoption and continuous monitoring of decarbonisation initiatives.</li> <li>- Create a roadmap for achieving net zero and begin implementing the committed actions.</li> </ul>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | Some activities are cost-effective, offering a positive financial return on investment. However, certain investments have prohibitively high costs, resulting in a negative financial impact. |
| 2      | Toxic Emissions - Risk                        | Toxic emissions can cause significant harm to the Company by resulting in financial losses, increased operational costs, legal challenges, reputational damage, regulatory complications etc.                                                                                                                                                                                           | <p>Various steps are taken to handle Toxic Emissions proactively and effectively to ensure zero emission to environment.</p> <ol style="list-style-type: none"> <li>1. Draining is only through closed piping systems to a Recovery drum, with fluids recycled back into the process.</li> <li>2. Venting is directed solely to a closed header for safe disposal via a flare system.</li> <li>3. Hydrocarbon &amp; Gas detectors are installed at vulnerable areas within the unit, to promptly deduct any leakage and enable immediate corrective actions.</li> <li>4. Leak Detection and Repair (LDAR) surveys are performed at periodic intervals to detect and rectify fugitive emissions.</li> <li>5. Standard Operating Procedures (SOPs) are established, and appropriate Personal Protective Equipment (PPE) is provided to all employees and Workmen.</li> <li>6. Regular safety training sessions are conducted to enhance employee awareness and preparedness.</li> </ol> | The financial impact is negative due to the high costs associated with investments in pollution control and monitoring equipment.                                                             |

| S. No. | Material identified issue-risk or opportunity       | Rationale for identifying the risk / opportunity                                                                                                                                                                                                                                                                                                                                                                                                                                         | In case of risk, approach to adapt or mitigate                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       | Financial implications of the risk or opportunity (Indicate positive or negative implications)                                                                                                                                                                                                                                        |
|--------|-----------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 3      | Hazardous Waste and Wastewater management<br>- Risk | <p>Inadequate management of hazardous waste can lead to several consequences, including:</p> <ul style="list-style-type: none"> <li>- Contamination of soil and water resources</li> <li>- Fines and penalties for regulatory non-compliance</li> <li>- Increased liability risk due to improper waste disposal</li> <li>- Increased operational costs associated with the mitigation and remediation efforts</li> <li>- Closure of facility in the event of gross violations</li> </ul> | <p>Hazardous waste generated is securely stored in designated areas.</p> <p>Valid documentation for authorising generation and storage and disposal is maintained.</p> <p>Disposal is carried out exclusively through authorized reclaimers.</p> <p>Annual reports are submitted in compliance with regulatory requirements.</p> <p>Two manufacturing units (LAB and Caustic) are equipped with Zero Liquid Discharge (ZLD) facilities.</p> <p>M/s NEERI is conducting a feasibility study for the implementation of ZLD at the third unit (PO).</p> | <p>The financial impact is negative due to the high operating costs associated with hazardous waste management and the significant investments required for waste recycling.</p> <p>However, there is a positive environmental impact, as wastewater treatment and recycling contribute to the conservation of natural resources.</p> |
| 4      | Opportunities in Clean Technology – Opportunity     | <p>Adopting clean technology is an opportunity for environmental protection and to remain sustainable.</p> <p>Optimum usage of renewable power and alternatives for liquid fuels like LPG, LNG can contribute significantly to a cleaner environment, enhanced energy efficiency and the conservation of natural resources.</p>                                                                                                                                                          | Not applicable                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       | <p>Positive Embracing clean technology provides the COMPANY WITH OPPORTUNITIES for, cost savings, regulatory compliance, reputation enhancement, resilience to market shifts and long-term sustainability. These benefits can contribute to the Company's success and competitiveness in a changing business landscape.</p>           |

| S. No. | Material identified issue-risk or opportunity | Rationale for identifying the risk / opportunity                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         | In case of risk, approach to adapt or mitigate                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              | Financial implications of the risk or opportunity (Indicate positive or negative implications) |
|--------|-----------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------|
| 5      | Labour Management - Risk                      | <p>In today's changing times workforce expectations are constantly changing and Inability to meet with the workforce expectations may impact the Company's retention rate and eventually affect the business continuity hence causing reputational risk as well as productivity issues. It is also vital to ensure safe working conditions for the workforce and compliance to all safety measure mandated by the regulators. Considering the manufacturing industry with the huge number of workforce it's important to have a welfare monitoring and tracking system.</p> <p>Ineffective labour management can result in reduced productivity due to disputes and strikes, increased legal expenses, inefficient utilisation of labour higher operational costs, elevated labour turnover rates, and damage to the company's reputation.</p> <p>Failure to adapt to the evolving expectations of workforce can lead to challenges in employee retention, productivity issues and workplace safety.</p> | <p>Implement robust welfare programs with mechanisms to regularly monitor and enhance job satisfaction.</p> <p>Establish an effective and timely grievance redressal system.</p> <p>Foster a work environment that supports a healthy work-life balance for employees.</p> <p>Communicate the Company's vision clearly and create opportunities that highlight each employee's value and contribution.</p> <p>Ensure Compliance with regulatory requirements while striving to exceed standards related to employee safety and welfare.</p> | Negative due to increased operating costs.                                                     |

| S. No. | Material identified issue-risk or opportunity | Rationale for identifying the risk / opportunity                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   | In case of risk, approach to adapt or mitigate                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | Financial implications of the risk or opportunity (Indicate positive or negative implications)                                                                                                                       |
|--------|-----------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 6      | Chemical Safety - Risk                        | <p>The lack of adequate chemical safety measures can result in potential costs related to accidents, causing damage to men and materials, legal liabilities, regulatory penalties, and reputational damage to the Company.</p> <p>Given the nature of chemicals handled such as flammables, toxic substance, and carcinogens, it is essential to maintain strict vigilance along with regular maintenance and adherence to established systems and procedures. Any lapse in these precautions can result in serious incidents.</p> | <p>Multi-level safety features are incorporated in plant design.</p> <p>Plant operations are managed through a highly automated Distributed Digital Control System (DDCS) with sufficient warning signals and auto-shutdown facility to address any abnormality.</p> <p>Mechanical protection devices and final control elements like Safety valves, relief valves, rupture disks are installed as required to safely vent to Flare system.</p> <p>Comprehensive safety protocols such as Hazard Identification and Operability Studies (HAZOP), risk assessments, mitigation plans, and change management processes are firmly established.</p> <p>All employees handling chemicals are given sufficient training / ongoing training with regard to the properties of chemicals, handling procedure, spill control, proper usage of PPEs etc.</p> <p>Chemical transport vehicles undergo rigorous inspections using checklists to ensure the availability of essential tools, trem cards, and that drivers are properly trained.</p> | <p>Negative as investments to deploy latest tools and system to ensure chemical safety is high.</p> <p>Positive as safe chemical plant always puts the Organisation in a better position among industrial peers.</p> |

| S. No. | Material identified issue-risk or opportunity          | Rationale for identifying the risk / opportunity                                                                                                                                                                                                                                                                                                                                                                          | In case of risk, approach to adapt or mitigate | Financial implications of the risk or opportunity (Indicate positive or negative implications) |
|--------|--------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------|------------------------------------------------------------------------------------------------|
| 7      | Corporate Governance and Business Ethics - Opportunity | <p>Effective governance practices lead to increased investor confidence, cost reduction, risk mitigation, enhanced efficiency, strengthened stakeholder trust, and the promotion of long-term sustainability.</p> <p>They also contribute to improved operational efficiency and the development of a robust organizational culture.</p> <p>Good governance demonstrates Ethical and transparent conduct of business.</p> | Not applicable                                 | Positive                                                                                       |

## SECTION B – MANAGEMENT AND PROCESS DISCLOSURES

This section is aimed at helping businesses demonstrate the structures, policies and processes put in place towards adopting the NGRBC Principles and Core Elements. At TPL, we have a robust management framework in place which enables us to align with the NGRBC Principles with respect to structure and policies to ensure we continue to deliver our best in an ethical, and responsible way. This includes transparent and ethical business practices that hold us accountable, as well as protect the interests of our stakeholders, including customers and employees.

| Disclosure Questions                                                                                                                                                                                                                                       | P1                                                                                                                                                                                                                                                             | P2 | P3 | P4 | P5 | P6 | P7 | P8 | P9 |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----|----|----|----|----|----|----|----|
| <b>Policy and Management Processes</b>                                                                                                                                                                                                                     |                                                                                                                                                                                                                                                                |    |    |    |    |    |    |    |    |
| 1.                                                                                                                                                                                                                                                         |                                                                                                                                                                                                                                                                |    |    |    |    |    |    |    |    |
| a) Whether your entity's policy/policies cover each principle and its core elements of the NGRBCs. (Yes/No)                                                                                                                                                | Y                                                                                                                                                                                                                                                              | Y  | Y  | Y  | Y  | Y  | Y  | Y  | Y  |
| b) Has the policy been approved by the Board? (Yes/No)                                                                                                                                                                                                     | Y                                                                                                                                                                                                                                                              | Y  | Y  | Y  | Y  | Y  | Y  | Y  | Y  |
| c) Web Link of the Policies, if available                                                                                                                                                                                                                  | <a href="https://www.tnpetro.com/investors/policies/">https://www.tnpetro.com/investors/policies/</a>                                                                                                                                                          |    |    |    |    |    |    |    |    |
| 2. Whether the entity has translated the policy into procedures. (Yes / No)                                                                                                                                                                                | Y                                                                                                                                                                                                                                                              | Y  | Y  | Y  | Y  | Y  | Y  | Y  | Y  |
| 3. Do the enlisted policies extend to your value chain partners? (Yes/No) (Note: Currently the coverage extents to all our A+ and A category suppliers)                                                                                                    | Y                                                                                                                                                                                                                                                              | Y  | Y  | Y  | Y  | Y  | Y  | Y  | Y  |
| 4. Name of the national and international codes/certifications/labels/ standards (e.g. Forest Stewardship Council, Fairtrade, Rainforest Alliance, Trustea) standards (e.g. SA 8000, OHSAS, ISO, BIS) adopted by your entity and mapped to each principle. | BIS No. IS 252: 2013 - For Caustic Lye<br>IS 12795: 2020 - For LAB<br>ISO 9001-2015: Quality Management System Standard<br>ISO 14001-2015: Environmental Management System Standard<br>ISO 45001-2018: Occupational Health & Safety Management System Standard |    |    |    |    |    |    |    |    |

| Disclosure Questions                                                                                                                                                                                                   | P1                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | P2 | P3 | P4 | P5 | P6 | P7 | P8 | P9 |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----|----|----|----|----|----|----|----|
| 5. Specific commitments, goals and targets set by the entity with defined timelines, if any.                                                                                                                           | <p>Tamilnadu Petroproducts is placing a strong emphasis on sustainability and has established few goals and commitments in this area. TPL is dedicated to creating a sustainable future by setting specific and measurable targets.</p> <p>Recently, the Company developed a decarbonization roadmap to facilitate the transition to greener products, in alignment with the Government of India’s net zero objectives.</p> <p>The commitments and targets for FY 2025-26 are as follows:</p> <ul style="list-style-type: none"><li>• Scope 1 CO<sub>2</sub> reduction of 925 MT is anticipated in FY 2025-26 through implementation of Waste Heat Recovery Boiler (WHRB) in GEG, contributing to a total projected reduction of 3,700 MT over the upcoming years.</li><li>• Revamp of Air Preheater (APH) system and installation of additional tubes in the heater are expected to result in a CO<sub>2</sub> reduction of 680 MT in FY 2025-26, with a total reduction of 2,780 MT in the upcoming years.</li><li>• Commissioning of rooftop solar power system is expected to reduce CO<sub>2</sub> emissions by 134 MT commencing from this year.</li></ul> |    |    |    |    |    |    |    |    |
| 6. Performance of the entity against the specific commitments, goals and targets along-with reasons in case the same are not met.                                                                                      | <p>TPL has successfully reduced 17,300 MT of CO<sub>2</sub> (Scope 2 emissions) in the Chlor-Alkali plant during the financial year 2024-25 by augmenting renewable power. This represents 51% reduction compared to FY 2023-24, which reported 33,843 MT of CO<sub>2</sub>.</p> <p>The rooftop solar installation, currently under construction and expected to be completed by FY 2025 - 26.</p>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |    |    |    |    |    |    |    |    |
| Governance Leadership and Oversight                                                                                                                                                                                    |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  |    |    |    |    |    |    |    |    |
| 7. Statement by director responsible for the business responsibility report, highlighting ESG related challenges, targets, and achievements (listed entity has flexibility regarding the placement of this disclosure) | <p>The Company moves ahead with its commitment to integrate environmental, social and governance (ESG) principles into its operations, recognizing their essential role in enhancing the quality of life for all stakeholders it serves. The health, safety and environmental impact of products and services have been improved across their life cycle. The Company is committed to conducting business in a fair manner to maximise value for both human capital and Community. We strive to provide clean, safe and healthy workspace to our employees and business associates. The Company has established policies for Safety, Health, and Environment, climate change policy as well as policy on Biodiversity. Additionally, the Company actively engages with local communities through outreach programs and various initiatives, supported by a comprehensive and well-established Corporate Social Responsibility (CSR) policy.</p>                                                                                                                                                                                                                  |    |    |    |    |    |    |    |    |

| Disclosure Questions                                                                                                                                                       | P1                                                                                                                                                                                      | P2 | P3 | P4 | P5 | P6 | P7 | P8 | P9 |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----|----|----|----|----|----|----|----|
| 8. Details of the highest authority responsible for implementation and oversight of the Business Responsibility policy (ies).                                              | Mr. D Senthikumar<br>Managing Director<br>(DIN: 00202578)                                                                                                                               |    |    |    |    |    |    |    |    |
| 9. Does the entity have a specified Committee of the Board/ Director responsible for decision making on sustainability related issues? (Yes / No). If yes, provide details | The Company has a Risk Management Committee at Board level to provide valuable guidelines to the Management to ensure all risk factors are suitably addressed for sustainable business. |    |    |    |    |    |    |    |    |

### Policy and management processes

#### 10. Details of Review of NGRBCs by the Company:

|                                                                                                                  | Indicate whether review was undertaken by Director / Committee of the Board/Any other Committee |    |    |    |    |    |    |    |    | Frequency (Annually/ Half - yearly/ Quarterly/ Any other – please specify) |    |    |    |    |    |    |    |    |
|------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------|----|----|----|----|----|----|----|----|----------------------------------------------------------------------------|----|----|----|----|----|----|----|----|
|                                                                                                                  | P1                                                                                              | P2 | P3 | P4 | P5 | P6 | P7 | P8 | P9 | P1                                                                         | P2 | P3 | P4 | P5 | P6 | P7 | P8 | P9 |
| Performance against above policies and follow up action                                                          | Y                                                                                               | Y  | Y  | Y  | Y  | Y  | Y  | Y  | Y  | Quarterly                                                                  |    |    |    |    |    |    |    |    |
| Compliance with statutory requirements of relevance to the principles, and, certification of any non-compliances | Y                                                                                               | Y  | Y  | Y  | Y  | Y  | Y  | Y  | Y  | Quarterly                                                                  |    |    |    |    |    |    |    |    |

|                                                                                                                         |                                                                           |
|-------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------|
| 11. Has the entity carried out independent assessment/ evaluation of the working of its policies by an external agency? | TPL hasn't carried out any independent assessment with an external agency |
|-------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------|

#### 12. If answer to question (1) above is "No" i.e. not all Principles are covered by a policy, reasons to be stated:

| Questions                                                                                                                       | P1             | P2 | P3 | P4 | P5 | P6 | P7 | P8 | P9 |
|---------------------------------------------------------------------------------------------------------------------------------|----------------|----|----|----|----|----|----|----|----|
| The entity does not consider the Principles material to its business (Yes/No)                                                   | Not Applicable |    |    |    |    |    |    |    |    |
| The entity is not at a stage where it is in a position to formulate and implement the policies on specified principles (Yes/No) |                |    |    |    |    |    |    |    |    |
| The entity does not have the financial or/human and technical resources available for the task (Yes/No)                         |                |    |    |    |    |    |    |    |    |
| It is planned to be done in the next financial year (Yes/No)                                                                    |                |    |    |    |    |    |    |    |    |
| Any other reason (please specify)                                                                                               |                |    |    |    |    |    |    |    |    |

## SECTION C – PRINCIPLE WISE PERFORMANCE DISCLOSURE

### Principle 1 – Businesses should conduct and govern themselves with integrity, and in a manner that is ethical, transparent, and accountable

At TPL, we firmly believe that ethical business practices and integrity are the cornerstones for business success. We are committed to conducting ourselves with utmost honesty, integrity, transparency, and accountability in all aspects of our business. TPL has a comprehensive Code of Conduct for its directors and senior management outlining their responsibilities and ethical obligation which facilitates them to discharge their duties in a responsible, transparent, fair and ethical manner.

#### SDG Linkages-



#### Essential Indicators

1. Percentage coverage by training and awareness programmes on any of the principles during the financial year:

| Segment                           | Total number of training and awareness programmes held | Topics/principles covered under the training and its impact                                                                                                                                                                                                                                                                                                                                | % of persons in respective category covered by the awareness programmes |
|-----------------------------------|--------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------|
| Board of directors                | 6                                                      | During the year, the Board of Directors were made familiar with various issues pertaining to business including information on regulations, compliance requirements, environmental, social and governance parameters. There was discussion regarding various risk indicators that could impact Environmental, Social and Governance performance of the Company.                            | 100%                                                                    |
| Key managerial personnel          | 6                                                      | During the year, KMP's were part of discussions pertaining to business including information on regulations, compliance requirements, environmental, social and governance parameters. Also discussions to raise awareness about the various risk indicators, mitigation planning were conducted.                                                                                          | 100%                                                                    |
| Employees other than BoD and KMPs | 50                                                     | Environmental compliances awareness training, POSH awareness, First-aid Training, Insurance related awareness, Financial Planning, Safety refresher training, Interpersonal skills, ISO related training, NPS awareness, On-the job trainings Technical Training viz., Water treatment, Decarbonization, Hazop training, WRI- BHEL, GLENS, CSDC, Cooling tower, Gear Box, DCS control etc. | 84 %                                                                    |
| Workers                           | 4                                                      | Safety awareness, Special safety training for drivers carrying hazardous goods handling, Safety trainings by external agencies, Toolbox talk, Importance of statutory benefits to contractors / supervisors                                                                                                                                                                                | 27 %                                                                    |

2. Details of fines / penalties /punishment/ award/ compounding fees/ settlement amount paid in proceedings (by the entity or by directors / KMPs) with regulators/ law enforcement agencies/ judicial institutions, in the financial year, in the following format (Note: the entity shall make disclosures on the basis of materiality as specified in Regulation 30 of SEBI (Listing Obligations and Disclosure Obligations) Regulations, 2015 and as disclosed on the entity's website):

| Monetary        |                 |                       |                 |                   |                                        |
|-----------------|-----------------|-----------------------|-----------------|-------------------|----------------------------------------|
|                 | NGRBC Principle | Name of the Regulator | Amount (In INR) | Brief of the Case | Has an appeal been preferred? (Yes/No) |
| Penalty/ Fine   |                 |                       |                 | -                 |                                        |
| Settlement      |                 |                       |                 | -                 |                                        |
| Compounding fee |                 |                       |                 | -                 |                                        |

| Non-Monetary |                 |                                                                   |                   |                                        |
|--------------|-----------------|-------------------------------------------------------------------|-------------------|----------------------------------------|
|              | NGRBC Principle | Name of the regulatory/ enforcement agency/ judicial institutions | Brief of the Case | Has an appeal been preferred? (Yes/No) |
| Imprisonment |                 |                                                                   |                   |                                        |
| Punishment   |                 |                                                                   | Nil               |                                        |

3. Of the instances disclosed in Question 2 above, details of the Appeal/ Revision are preferred in cases where monetary or non-monetary action has been appealed.

| Case Details   | Name of the regulatory/ enforcement agencies/ judicial institutions |
|----------------|---------------------------------------------------------------------|
| Not Applicable |                                                                     |

4. Does the entity have an anti-corruption or anti-bribery policy? If yes, provide details in brief and if available, provide a web link to the policy.

Yes, At TPL we are committed to upholding the highest standards of integrity and ethical conduct. As part of our commitment to responsible business practices we have an Anti-bribery and Anti-corruption Policy that applies to any individuals working for all affiliates of TPL at all levels and grades. It clearly lays down our commitment to ethical conduct and consequences in case of any non-compliance.

Weblink: <https://www.tnpetro.com/investors/policies/>

5. Number of Directors/KMPs/employees/workers against whom disciplinary action was taken by any law enforcement agency for the charges of bribery/ corruption.

There was no disciplinary action taken by any law enforcement agency for the charges of bribery/ corruption against Directors/KMPs/employees/workers during the financial year 2024-25 and 2023-24.

6. Details of complaints with regard to conflict of interest:

There were no complaints received with regard to conflict of interest during the financial year 2024-25 and 2023-24.

7. Provide details of any corrective action taken or underway on issues related to fines/penalties/ action taken by regulators/ law enforcement agencies/ judicial institutions, on cases of corruption and conflicts of interest.

Not Applicable

**8. Number of days of accounts payables ((Accounts payable \*365) / Cost of goods/services procured) in the following format:**

|                                     | <b>FY 2024- 25</b> | <b>FY 2023- 24</b> |
|-------------------------------------|--------------------|--------------------|
| Number of days of accounts payables | <b>30</b>          | 38                 |

**9. Open-ness of business**

**Details of concentration of purchases and sales with trading houses, dealers, and related parties along-with loans and advances & investments, with related parties, in the following format:**

| <b>Parameter</b>           | <b>Metrics</b>                                                                           | <b>FY 2024- 25</b>      | <b>FY 2023- 24</b> |
|----------------------------|------------------------------------------------------------------------------------------|-------------------------|--------------------|
| Concentration of Purchases | a. Purchases from trading houses as % of total purchases                                 | <b>23%</b>              | 13%                |
|                            | b. Number of trading houses where purchases are made from                                | <b>13</b>               | 6                  |
|                            | c. Purchases from top 10 trading houses as % of total purchases from trading houses      | <b>99.97%</b>           | 100%               |
| Concentration of Sales     | a. Sales to dealers/distributors as % of total sales                                     | <b>LAB and PO : Nil</b> | LAB and PO : Nil   |
|                            |                                                                                          | <b>CS lye : 39.6 %</b>  | CS lye : 41 %      |
|                            | b. Number of dealers/distributors to whom sales are made                                 | <b>6 Dealers</b>        | 6 Dealers          |
|                            | c. Sales to top 10 dealers/distributors as % of total sales to dealers/ distributors     | <b>100%</b>             | 100%               |
| Share of RPTs in           | a. Purchases (Purchases with related parties / Total purchases)                          | <b>5.67%</b>            | 9.92%              |
|                            | b. Sales (Sales to related parties / Total Sales)                                        | <b>6.44%</b>            | 10.32%             |
|                            | c. Loans & Advances (Loans & advances given to related parties / Total loans & advances) | <b>-</b>                | -                  |
|                            | d. Investments (Investments in related parties / total investments made)                 | <b>86.73%</b>           | 86.60%             |

## Leadership Indicators

- Awareness programmes conducted for value chain partners on any of the principles during the financial year:**

| Total number of awareness programmes held | Topics / principles covered under the training                                                                                                                                                                                                                                  | % of value chain partners covered (by value of business done with such partners) under the awareness programmes |
|-------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------|
| 01                                        | Safety Awareness program and Training for Tanker drivers covering Safe Driving Instructions, Precaution in chemical handling & transportation, Dos & Don'ts during Fire and other emergency, Emergency preparation, Loading and Unloading safety, PPE's purpose and Importance. | 100% of tanker drivers covered                                                                                  |

- Does the entity have processes in place to avoid/ manage conflict of interests involving members of the Board? (Yes/No) If yes, provide details of the same.**

Yes, the disclosures on Interests on other entities were obtained from all the Directors of the Company on annual basis or on change. Our board members and senior management are bound by a comprehensive Code of Conduct that reinforces their commitment to act in the best interest of the company and its stakeholders. A declaration on Code of Conduct is obtained from the Directors, wherein the Directors confirm that they will not pursue for their own account or for the account of any other person, any business opportunity that conflicts with the Company's business strategies, plans or objectives.

## Principle 2 – Businesses should provide goods and services in a manner that is sustainable and safe.

At TPL, we are deeply committed to delivering goods and services in a manner that aligns with sustainability principles and prioritizes the safety of the customers, employees and environment, we prioritize the safety and quality of our products and services while ensuring business innovation and embracing new technologies to enhance our performance.

### SDG Linkages



## Essential Indicators

- Percentage of R&D and capital expenditure (capex) investments in specific technologies to improve the environmental and social impacts of product and processes to total R&D and capex investments made by the entity, respectively.**

|       | FY 24 (Current financial year) | FY 23 (Previous financial year) | Details of improvements in environmental and social impacts                                                         |
|-------|--------------------------------|---------------------------------|---------------------------------------------------------------------------------------------------------------------|
| R&D   | Nil                            | Nil                             | -                                                                                                                   |
| Capex | 38.6 %                         | 14.68 %                         | Conservation of energy, reduction of emission and carbon footprint, wastewater recycling and reusing across plants. |

2. a. Does the entity have procedures in place for sustainable sourcing? (Yes/No) - Yes
- b. If yes, what percentage of inputs were sourced sustainably? Key raw material procured from CPCL which constitute 60% of total raw materials procured by the Company sustainable sourcing.
3. Describe the processes in place to safely reclaim your products for reusing, recycling, and disposing at the end of life, for (a) Plastics (including packaging) (b) e-waste (c) Hazardous waste and (d) other waste.

Taking into consideration that the products are chemicals, the end of life reclaimable is not applicable. However, the wastes generated during the process stage are handled responsibly. The process of waste disposal generated at our facility is mentioned below:

| Type of waste                     | Process                                                                                                                                                                                                                                                                                                                                            |
|-----------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| a) Plastics (including packaging) | Since TPL products are liquid/gaseous products, they are being transferred in bulk quantity through tanker vehicle, we do not provide any packaging material and there is no plastic waste generation from TPL relating to the product.                                                                                                            |
| (b) e-waste                       | The accumulated E waste is disposed through the approved E waste vendor on need basis                                                                                                                                                                                                                                                              |
| (c) Hazardous waste               | All three units of TPL are generating Hazardous wastes, these Hazardous wastes are being segregated and stored in well-constructed Hazardous storage area, Regular disposal happens through authorized Treatment, Storage, Disposal Facility (TSDF) and authorized recycler for disposal as per the Hazardous Waste Authorization issued by TNPCB. |
| (d) Other waste                   | Other solid wastes are being handled through solid waste pickers.                                                                                                                                                                                                                                                                                  |

4. Whether Extended Producer Responsibility (EPR) is applicable to the entity's activities (Yes / No). If yes, whether the waste collection plan is in line with the EPR plan submitted to Pollution Control Boards?

No. As the product does not fall under EPR regime of Plastic Waste Management rules, 2016.

#### Leadership Indicators

1. Has the entity conducted Life Cycle Perspective / Assessments (LCA) for any of its products (for manufacturing industry) or for its services (for service industry)? If yes, provide details in the following format?

| NIC Code | Name of Product / Service | % of total Turnover contributed | Boundary for which the Life Cycle Perspective / Assessment was conducted | Whether conducted by independent external agency | Results communicated in public domain | If yes, provide the web-link. |
|----------|---------------------------|---------------------------------|--------------------------------------------------------------------------|--------------------------------------------------|---------------------------------------|-------------------------------|
| 20119    | HCD                       | 11.70%                          | Cradle-to-Gate                                                           | No (in-house)                                    | Not applicable                        | Not applicable                |
| 20119    | LAB                       | 81.11%                          | Cradle-to-Gate                                                           | No (in-house)                                    | Not applicable                        | Not applicable                |

2. If there are any significant social or environmental concerns and/or risks arising from production or disposal of your products / services, as identified in the Life Cycle Perspective / Assessments (LCA) or through any other means, briefly describe the same along-with action taken to mitigate the same.

| Name of Product / Service         | Description of the risk / concern | Action Taken |
|-----------------------------------|-----------------------------------|--------------|
| No significant concern identified |                                   |              |

3. Percentage of recycled or reused input material to total material (by value) used in production (for manufacturing industry) or providing services (for service industry).

| Indicate input material | Recycled or re-used input material to total material |             |
|-------------------------|------------------------------------------------------|-------------|
|                         | FY 2024- 25                                          | FY 2023- 24 |
| Not applicable          |                                                      |             |

4. Of the products and packaging reclaimed at end of life of products, amount (in metric tonnes) reused, recycled, and safely disposed, as per the following format:

(Metric tone)

| Waste Details                  | FY 2024-25   |            |                 | FY 2023-24 |            |                 |
|--------------------------------|--------------|------------|-----------------|------------|------------|-----------------|
|                                | Reused       | Recycled*  | Safely disposed | Reused     | Recycled   | Safely disposed |
| Plastics (including packaging) | -            | -          | -               | -          | -          | -               |
| E-waste                        | -            | -          | -               | -          | -          | -               |
| Hazardous waste                | LAB - 755    | LAB -19.42 | LAB - 60.28     | LAB - 1093 | LAB -16.36 | LAB - 84.84     |
|                                |              | PO - 0.95  | PO - 391.14     |            | PO - 1.43  | PO - 118.24     |
|                                |              | HCD- 0.96  | HCD - 2113.61   |            | HCD - 2.68 | HCD - 5639.77*  |
| Other waste                    | PO – 7309.6* | -          | -               | -          | -          | -               |

\* Lime Sludge being sent for reuse in other Industries

5. Reclaimed products and their packaging materials (as percentage of products sold) for each product category.

| Indicate product category                                                                    | Reclaimed products and their packaging materials as % of total products sold in respective category |
|----------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------|
| Reclamation of products are not applicable, due to the nature of products being consumables. |                                                                                                     |

### Principle 3: Businesses should respect and promote the well-being of all employees, including those in their value chains

Our commitment to employee well-being is at the core of our values. We strive to create a supportive, inclusive and empowering workplace that nurtures the physical, mental and emotional well-being of the employee. TPL has zero tolerance towards any discrimination or harassment based on gender, caste, religion, race, ethnicity, age and all other attributes that make an individual unique. TPL invests in the growth and development of the employee through training programs and skill-building opportunities. TPL prioritizes a safe and healthy work environment for the employees by adhering to strict safety protocols. By ensuring open and transparent communication, we encourage feedback and address employee concerns, thus building a positive and engaged workforce.

#### SDG Linkages-



#### Essential Indicators

##### 1. a. Details of measures for the well-being of employees.

| Category                       | % of employees covered by |                  |              |                    |              |                    |              |                    |              |                     |              |
|--------------------------------|---------------------------|------------------|--------------|--------------------|--------------|--------------------|--------------|--------------------|--------------|---------------------|--------------|
|                                | Total<br>(A)              | Health Insurance |              | Accident Insurance |              | Maternity Benefits |              | Paternity Benefits |              | Day-Care facilities |              |
|                                |                           | Number<br>(B)    | %<br>(B / A) | Number<br>(C)      | %<br>(C / A) | Number<br>(D)      | %<br>(D / A) | Number<br>(E)      | %<br>(E / A) | Number<br>(F)       | %<br>(F / A) |
| Permanent employees            |                           |                  |              |                    |              |                    |              |                    |              |                     |              |
| Male                           | 380                       | 374              | 98%          | 380                | 100%         | 0                  | -            | -                  | -            | -                   | -            |
| Female                         | 19                        | 18               | 95%          | 19                 | 100%         | 19                 | 100%         | -                  | -            | -                   | -            |
| Total                          | 399                       | 392              | 98%          | 399                | 100%         | 19                 | 5%           | -                  | -            | -                   | -            |
| Other than Permanent employees |                           |                  |              |                    |              |                    |              |                    |              |                     |              |
| Male                           | 36                        | -                | -            | 36                 | 100%         | -                  | -            | -                  | -            | -                   | -            |
| Female                         | 2                         | -                | -            | 2                  | 100%         | 2                  | 100%         | -                  | -            | -                   | -            |
| Total                          | 38                        | -                | -            | 38                 | 100%         | 2                  | 5%           | -                  | -            | -                   | -            |

**Note:** 6 Male employees and 1 female employee are EMS (Engineering Management Service) trainees and are eligible for Health Insurance benefits post successful completion of 1 year training program.

Other than permanent employees are not covered under the Health Insurance benefits.

##### b. Details of measures for the well-being of workers:

| Category          | % of workers covered by |                  |              |                    |              |                    |              |                    |              |                     |              |
|-------------------|-------------------------|------------------|--------------|--------------------|--------------|--------------------|--------------|--------------------|--------------|---------------------|--------------|
|                   | Total<br>(A)            | Health Insurance |              | Accident Insurance |              | Maternity Benefits |              | Paternity Benefits |              | Day-Care facilities |              |
|                   |                         | Number<br>(B)    | %<br>(B / A) | Number<br>(C)      | %<br>(C / A) | Number<br>(D)      | %<br>(D / A) | Number<br>(E)      | %<br>(E / A) | Number<br>(F)       | %<br>(F / A) |
| Permanent workers |                         |                  |              |                    |              |                    |              |                    |              |                     |              |
| Male              | -                       | -                | -            | -                  | -            | -                  | -            | -                  | -            | -                   | -            |
| Female            | -                       | -                | -            | -                  | -            | -                  | -            | -                  | -            | -                   | -            |
| Total             | -                       | -                | -            | -                  | -            | -                  | -            | -                  | -            | -                   | -            |

| Category                     | % of workers covered by |                  |              |                    |              |                    |              |                    |              |                     |              |
|------------------------------|-------------------------|------------------|--------------|--------------------|--------------|--------------------|--------------|--------------------|--------------|---------------------|--------------|
|                              | Total<br>(A)            | Health Insurance |              | Accident Insurance |              | Maternity Benefits |              | Paternity Benefits |              | Day-Care facilities |              |
|                              |                         | Number<br>(B)    | %<br>(B / A) | Number<br>(C)      | %<br>(C / A) | Number<br>(D)      | %<br>(D / A) | Number<br>(E)      | %<br>(E / A) | Number<br>(F)       | %<br>(F / A) |
| Other than Permanent workers |                         |                  |              |                    |              |                    |              |                    |              |                     |              |
| Male                         | 691                     | -                | -            | 691                | 100%         | -                  | -            | -                  | -            | -                   | -            |
| Female                       | 32                      | -                | -            | 32                 | 100%         | 32                 | 100%         | -                  | -            | -                   | -            |
| Total                        | 723                     | -                | -            | 723                | 100%         | 32                 | 4%           | -                  | -            | -                   | -            |

- c. **Spending on measures towards well-being of employees and workers (including permanent and other than permanent) in the following format**

| Cost incurred on well-being measures as a % of total revenue of the Company | <b>FY 2024- 25</b> | <b>FY 2023- 24</b> |
|-----------------------------------------------------------------------------|--------------------|--------------------|
|                                                                             | 0.42%              | 0.33%              |

**2. Details of retirement benefits.**

| Benefits | FY 2024- 25                                        |                                                |                                                      | FY 2023- 24                                        |                                                |                                                      |
|----------|----------------------------------------------------|------------------------------------------------|------------------------------------------------------|----------------------------------------------------|------------------------------------------------|------------------------------------------------------|
|          | No. of employees covered as a % of total employees | No. of workers covered as a % of total workers | Deducted and deposited with the authority (Y/N/N.A.) | No. of employees covered as a % of total employees | No. of workers covered as a % of total workers | Deducted and deposited with the authority (Y/N/N.A.) |
| PF       | 100                                                | 100                                            | Y                                                    | 100                                                | 100                                            | Y                                                    |
| Gratuity | 100                                                | 100                                            | Y                                                    | 100                                                | 100                                            | Y                                                    |
| ESI**    | Not applicable                                     |                                                |                                                      | 100                                                | 100                                            | Y                                                    |
| Others   | -                                                  | -                                              | -                                                    | -                                                  | -                                              | -                                                    |

**\*\*Note:** No employees at TPL receive a salary below the ESI eligibility threshold.

**3. Accessibility of workplaces**

**Are the premises / offices of the entity accessible to differently abled employees and workers, as per the requirements of the Rights of Persons with Disabilities Act, 2016? If not, whether any steps are being taken by the entity in this regard.**

Yes. We believe that fostering an inclusive and accessible workplace is imperative to our business. While we currently do not have any differently abled employees, we are dedicated to creating an environment that welcomes and accommodates disabled individuals.

**4. Does the entity have an equal opportunity policy as per the Rights of Persons with Disabilities Act, 2016? If so, provide a web link to the policy.**

Yes. <https://www.tnpetro.com/investors/policies/>

**5. Return to work and Retention rates of permanent employees and workers that took parental leave.**

| Gender | Permanent employees |                | Permanent workers   |                |
|--------|---------------------|----------------|---------------------|----------------|
|        | Return to work rate | Retention rate | Return to work rate | Retention rate |
| Male   | -                   | -              | -                   | -              |
| Female | -                   | -              | -                   | -              |
| Total  | -                   | -              | -                   | -              |

**6. Is there a mechanism available to receive and redress grievances for the following categories of employees and workers? If yes, give details of the mechanism in brief.**

|                                |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
|--------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Permanent Workers              | <p>Yes, TPL has the statutory committees like Safety Committee, POSH Committee to address all issues of the employees. Apart from these the Company also has unions, through which employees can share their grievances. All these committees meet at regular intervals to address the grievances and ensures that the complainant identity is kept confidential. The committee investigates the matter and provides resolution at the earliest.</p> <p>TPL also has a comprehensive Grievance Redressal policy for speedy redressal of all complaints/concerns raised.</p> <p>Weblink: <a href="https://www.tnpetro.com/investors/policies/">https://www.tnpetro.com/investors/policies/</a></p> |
| Other than permanent workers   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| Permanent Employees            |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| Other than permanent employees |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |

**7. Membership of employees and workers in association(s) or Unions recognized by the listed entity:**

| Category         | FY 2024-25                                           |                                                                                                       |            | FY 2023-24                                           |                                                                                                       |            |
|------------------|------------------------------------------------------|-------------------------------------------------------------------------------------------------------|------------|------------------------------------------------------|-------------------------------------------------------------------------------------------------------|------------|
|                  | Total employees / workers in respective category (A) | No. of employees/ workers in the respective category, who are part of the association(s) or Union (B) | % (B/A)    | Total employees / workers in respective category (A) | No. of employees/ workers in the respective category, who are part of the association(s) or Union (B) | % (D/C)    |
| <b>Employees</b> |                                                      |                                                                                                       |            |                                                      |                                                                                                       |            |
| Male             | 380                                                  | 212                                                                                                   | 56%        | 383                                                  | 218                                                                                                   | 57%        |
| Female           | 19                                                   | -                                                                                                     | -          | 21                                                   | -                                                                                                     | -          |
| <b>Total</b>     | <b>399</b>                                           | <b>212</b>                                                                                            | <b>53%</b> | <b>404</b>                                           | <b>218</b>                                                                                            | <b>54%</b> |
| <b>Workers</b>   |                                                      |                                                                                                       |            |                                                      |                                                                                                       |            |
| Male             | -                                                    | -                                                                                                     | -          | -                                                    | -                                                                                                     | -          |
| Female           | -                                                    | -                                                                                                     | -          | -                                                    | -                                                                                                     | -          |
| <b>Total</b>     | <b>-</b>                                             | <b>-</b>                                                                                              | <b>-</b>   | <b>-</b>                                             | <b>-</b>                                                                                              | <b>-</b>   |

## 8. Details of training given to employees and workers:

| Category  | FY 2024-25   |                               |              |                      |              | FY 2023-24   |                               |              |                      |              |
|-----------|--------------|-------------------------------|--------------|----------------------|--------------|--------------|-------------------------------|--------------|----------------------|--------------|
|           | Total<br>(A) | On health and safety measures |              | On skill upgradation |              | Total<br>(D) | On health and safety measures |              | On skill upgradation |              |
|           |              | No.<br>(B)                    | %<br>(B / A) | No.<br>(C)           | %<br>(C / A) |              | No.<br>(E)                    | %<br>(E / D) | No.<br>(F)           | %<br>(F / D) |
| Employees |              |                               |              |                      |              |              |                               |              |                      |              |
| Male      | 416          | 204                           | 49%          | 138                  | 33%          | 383          | 256                           | 67%          | 47                   | 12%          |
| Female    | 21           | 6                             | 28%          | 21                   | 100%         | 21           | 10                            | 48%          | 8                    | 38%          |
| Total     | 437          | 210                           | 48%          | 159                  | 36%          | 404          | 266                           | 66%          | 55                   | 14%          |

**Note:** This table contains data only about the workforce in employee's category. All the workers in the 'Other than permanent category' undergo a comprehensive Safety training to ensure a secure and protected working environment.

## 9. Details of performance and career development reviews of employees and workers:

| Category         | FY 2024-25 |            |             | FY 2023-24 |            |             |
|------------------|------------|------------|-------------|------------|------------|-------------|
|                  | Total (A)  | No. (B)    | % (B / A)   | Total (C)  | No. (D)    | % (D / C)   |
| <b>Employees</b> |            |            |             |            |            |             |
| Male             | 380        | 380        | 100%        | 383        | 383        | 100%        |
| Female           | 19         | 19         | 100%        | 21         | 21         | 100%        |
| <b>Total</b>     | <b>399</b> | <b>399</b> | <b>100%</b> | <b>404</b> | <b>404</b> | <b>100%</b> |
| <b>Workers</b>   |            |            |             |            |            |             |
| Male             | -          | -          | -           | -          | -          | -           |
| Female           | -          | -          | -           | -          | -          | -           |
| <b>Total</b>     | <b>-</b>   | <b>-</b>   | <b>-</b>    | <b>-</b>   | <b>-</b>   | <b>-</b>    |

## 10. Health and safety management system:

- a. Whether an occupational health and safety management system has been implemented by the entity? (Yes/ No). If yes, what is the coverage of such a system?

Yes, the Company has ISO 45001 : 2018 certified Occupational health and safety management system.

- b. What are the processes used to identify work-related hazards and assess risks on a routine and non-routine basis by the entity?

We have the following systems in force to identify the work-related hazards.

1. HIRA (Hazard Identification and Risk Assessment)
2. HAZOP (Hazard and Operability) study for every management of change or addition to existing jobs.
3. Job Safety Analysis for projects, high volume, critical and specific jobs
4. A full-fledged work permit system is in place
5. Workplace audit

**c. Whether you have processes for workers to report the work-related hazards and to remove themselves from such risks.**

Yes, TPL has procedures in place for workers to report the work related hazards

- There is a reporting system where the workers can identify and record the hazard and based on severity and priority, due remedial actions are taken.
- Designated safety committee meets periodically to discuss various hazards and the mitigation plan.
- Plant Safety inspections are carried out at regular intervals by respective plant safety officers.
- Mock drills are conducted at steady intervals to verify emergency preparedness, identify gaps, if any, and initiate corrective actions.
- Contractors safety training meetings are held at regular intervals;
- Plant Walkthrough along with the Senior Management are undertaken to identify safety gaps and issues, if any, and are addressed;

**d. Do the employees/ workers of the entity have access to non-occupational medical and healthcare services?**

Yes, Comprehensive Health checks for all employees are conducted once in every six months.

**11. Details of safety related incidents, in the following format:**

| Safety incident/number                                                       | Category  | FY 2024-25  | FY 2023-24 |
|------------------------------------------------------------------------------|-----------|-------------|------------|
| Lost Time Injury Frequency Rate (LTIFR) (per one-million-person hour worked) | Employees | -           | -          |
|                                                                              | Workers   | <b>1.25</b> | -          |
| Total recordable work-related injuries                                       | Employees | -           | -          |
|                                                                              | Workers   | <b>2</b>    | -          |
| No. of fatalities                                                            | Employees | -           | -          |
|                                                                              | Workers   | <b>2</b>    | -          |
| High consequence work-related injury or ill-health (excluding fatalities)    | Employees | -           | -          |
|                                                                              | Workers   | -           | -          |

**12. Describe the measures taken by the entity to ensure a safe and healthy workplace.**

There are several measures in place at TPL to ensure a safe and healthy workplace such as.

1. There is a permit to work system for routine activities with a checklist to be updated.
2. Specific approvals up to 4 levels are mandatory for any non-routine or critical activity.
3. Electrical clearance system and tagging are followed based on the job requirement, preferable for any work in a rotating equipment.
4. Use of PPEs by the executing person is ensured,
5. Job safety analysis is conducted for each activity that differs in nature.
6. Near-miss accidents are reported, reviewed and addressed with corrective action.
7. Mock drills are conducted with specific exigency scenarios and debrief sessions and actions taken are discussed.
8. Workplace audits are conducted continuously throughout the course of work.

9. A toolbox talk is conducted prior to the commencement of any work.
10. Employees are given safety training with the objective of ensuring that each employee undergoes at least one training session annually.

**13. Number of Complaints on the following made by employees and workers**

|                    | FY 2024-25            |                                       |         | FY 2023-24            |                                       |         |
|--------------------|-----------------------|---------------------------------------|---------|-----------------------|---------------------------------------|---------|
|                    | Filed during the year | Pending resolution at the end of year | Remarks | Filed during the year | Pending resolution at the end of year | Remarks |
| Working conditions | -                     | -                                     | -       | -                     | -                                     | -       |
| Health & safety    | -                     | -                                     | -       | -                     | -                                     | -       |

**14. Assessments for the year**

|                             | % of the plants and offices that were assessed (by entity or statutory authorities or third parties) |
|-----------------------------|------------------------------------------------------------------------------------------------------|
| Health and safety practices | 100%                                                                                                 |
| Working conditions          | 100%                                                                                                 |

**15. Provide details of any corrective action taken or underway to address safety-related incidents (if any) and on significant risks/concerns arising from assessments of health & safety practices and working conditions.**

These are the specific corrective actions adopted by TPL to ensure a safe and healthy workplace and non-occurrence of safety related incidents:

1. Distress meter is provided to monitor the mobility of the worker inside confined space.
2. Procedure for issuance of permit has been updated.
3. Before carrying out any critical jobs such as working in confined space shall require special permit.
4. Job Safety Analysis was done for critical activities.
5. Safety related accidents are thoroughly investigated, and the findings and recommendations are reviewed during operations meeting for corrective action and communicated to shop floor to prevent recurrence.
6. Significant risks identified are handled through HIRA.

**Leadership Indicators**

**1. Does the entity extend any life insurance or any compensatory package in the event of death of (A) Employees (Y/N) (B) Workers (Y/N).**

Yes, TPL extends life insurance coverage package in the event of death of its Employees/ Workers.

**2. Provide the measures undertaken by the entity to ensure that statutory dues have been deducted and deposited by the value chain partners.**

The Company has a mechanism to verify and ensure that the Statutory filings/ payments were made by the Vendors within the prescribed timelines on monthly basis. Such requirement also forms part of the Contract signed with such Vendors. The Company also conducts awareness program for the Contractors and the workers deputed by them periodically.

The Company has an online information system that escalates the outstanding dues, if any, to the top management well before the due date.

3. **Provide the number of employees / workers having suffered high consequence work- related injury / ill-health / fatalities (as reported in Q11 of Essential Indicators above), who have been rehabilitated and placed in suitable employment or whose family members have been placed in suitable employment:**

|           | Total no. of affected employees/<br>workers |            | No. of employees/workers that<br>are rehabilitated and placed in<br>suitable employment or whose<br>family members have been placed<br>in suitable employment |            |
|-----------|---------------------------------------------|------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------|------------|
|           | FY 2024-25                                  | FY 2023-24 | FY 2024-25                                                                                                                                                    | FY 2023-24 |
| Employees | -                                           | -          | -                                                                                                                                                             | -          |
| Workers   | 2                                           | -          | -                                                                                                                                                             | -          |

4. **Does the entity provide transition assistance programs to facilitate continued employability and the management of career endings resulting from retirement or termination of employment? (Yes/ No)**

No.

5. **Details on assessment of value chain partner:**

| Details on assessment of value chain partners: | % of value chain partners (by value of business done with such partners) that were assessed |
|------------------------------------------------|---------------------------------------------------------------------------------------------|
| Health and safety practices                    | Not carried out any assessment of value chain partner                                       |
| Working Conditions                             |                                                                                             |

6. **Provide details of any corrective actions taken or underway to address significant risks / concerns arising from assessments of health and safety practices and working conditions of value chain partners.**

Not Applicable

#### Principle 4: Businesses should respect the interests of and be responsive to all its stakeholders

We understand that stakeholder engagement and involvement is key to our success, and we are dedicated to fostering strong relationships with all our stakeholders and conducting our business with respect and responsiveness to their interests. We actively engage with our stakeholders seeking their feedback, addressing their concerns and fulfilling their expectations. We value their feedback as an essential part of our decision-making process. We maintain transparent and open communication with all our stakeholders both external (customers, suppliers, vendors, contractors, investors, community) and internal (Employees, leadership) and provide them timely and clear information about our business practices, performance and initiatives.

#### SDG Linkages-



## Essential Indicators

### 1. Describe the processes for identifying key stakeholder groups of the entity.

Any individual or group of individuals or institutions that adds value to the business chain of the corporation or is materially affected by entity's decision is identified as a core stakeholder. At present, the given stakeholder groups identified have immediate impact on the operations and working of the company. TPL has recognized both, internal stakeholder (which includes employees and leadership), and external stakeholder (which includes regulators, investors, suppliers, customers and community).

At TPL, we recognize stakeholder engagement as an integral part of our operations. We strive to create long-term sustainable value for all our stakeholders including employees, customers, investors, suppliers, and communities. In order to do so, we regularly engage and collaborate with our stakeholders to develop an understanding of their needs and expectations.

### 2. List stakeholder groups identified as key for your entity and the frequency of engagement with each stakeholder group

| Stakeholder group | Whether identified as vulnerable & marginalised group (Yes/No) | Channels of communication (Email, SMS, Newspaper, Pamphlets, Advertisement, Community meetings, Notice board, Website), Other                                                                | Frequency of engagement (Annually/ half-yearly/ quarterly / others – please specify) | Purpose and scope of engagement including key topics and concerns raised during such engagement                                                                                                                            |
|-------------------|----------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Shareholders      | No                                                             | <ul style="list-style-type: none"> <li>Newspaper Advertisement</li> <li>Annual General Meetings</li> <li>Corporate Website</li> <li>Disclosures to Stock Exchanges</li> </ul>                | Quarterly / Annual / Event Based                                                     | <ul style="list-style-type: none"> <li>Long-term value creation</li> <li>Dividends</li> <li>Familiarising the shareholders on the Business</li> <li>* Financial/ Operating Performance</li> </ul>                          |
| Employees         | No                                                             | <ul style="list-style-type: none"> <li>Email</li> <li>Training Programmes</li> <li>Meetings</li> <li>Notice Board</li> <li>Website</li> <li>Regular Employee Communication Forums</li> </ul> | On a regular basis                                                                   | <ul style="list-style-type: none"> <li>* Business update</li> <li>* Employee benefits</li> <li>* Recognition</li> <li>* Learning and development</li> <li>* Safety and well-being</li> <li>* Career development</li> </ul> |

| Stakeholder group      | Whether identified as vulnerable & marginalised group (Yes/No) | Channels of communication (Email, SMS, Newspaper, Pamphlets, Advertisement, Community meetings, Notice board, Website), Other                                                                                          | Frequency of engagement (Annually/ half-yearly/ quarterly / others – please specify) | Purpose and scope of engagement including key topics and concerns raised during such engagement                                         |
|------------------------|----------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------|
| Government/ Regulators | No                                                             | <ul style="list-style-type: none"> <li>Email</li> <li>Disclosures filed through Stock Exchanges,</li> <li>Submission of documents/ information as per the applicable regulations with each of the Regulator</li> </ul> | Need based                                                                           | Statutory Requirements                                                                                                                  |
| Consumers              | No                                                             | <ul style="list-style-type: none"> <li>Email</li> <li>Corporate Meetings</li> <li>Corporate Website</li> <li>Company representatives</li> </ul>                                                                        | On a regular basis                                                                   | <ul style="list-style-type: none"> <li>* Customer feedback</li> <li>* Resolution of their queries</li> <li>* Advertising</li> </ul>     |
| Suppliers              | No                                                             | <ul style="list-style-type: none"> <li>Meeting</li> <li>E-mail/ Telecommunication</li> </ul>                                                                                                                           | Need based                                                                           | <ul style="list-style-type: none"> <li>• Business Requirements</li> <li>• Performance assessment</li> <li>• Query resolution</li> </ul> |
| Community              | Yes                                                            | <ul style="list-style-type: none"> <li>CSR initiatives</li> <li>Volunteering activities</li> <li>Community events</li> </ul>                                                                                           | On a regular basis                                                                   | <ul style="list-style-type: none"> <li>* Community Development</li> <li>* CSR Compliance</li> </ul>                                     |

### Leadership Indicators

1. **Provide the processes for consultation between stakeholders and the board on economic, environmental, and social topics or if consultation is delegated, how is feedback from such consultations provided to the board.**

All functional heads within the organisation are responsible for engaging with various stakeholders on economic, environmental, and social topics and they provide the feedback to the Managing Director who is entrusted with the responsibility of overseeing this process. The material topics, if any, are taken up by the Managing Director to the Board or its committees along with appropriate actions recommended for addressing the same.

2. **Whether stakeholder consultation is used to support the identification and management of environmental, and social topics (Yes / No). If so, provide details of instances as to how the inputs received from stakeholders on these topics were incorporated into the policies and activities of the entity.**

Yes, Stakeholder views are gathered through various channels, including forms, emails, and voluntary suggestions for improvement, which are then recorded, reviewed, evaluated, and incorporated in the policies and procedures. For instance, the environment related issues in the Manali Industrial Area are discussed with stakeholders from neighbouring industries and proposed action plan is debated and agreed upon for further action.

In the offsite mock drill conducted during the year, stakeholders were engaged both before and after the exercise, their feedback were collected, reviewed, and effectively incorporated.

3. **Provide details of instances of engagement with, and actions are taken to, address the concerns of vulnerable/ marginalised stakeholder groups.**

TPL has engaged in various CSR activities that have benefited some marginalized stakeholder groups. These initiatives include the establishment and operation of primary healthcare facilities, the construction of sanitation blocks for school children and flood relief efforts.

#### Principle 5: Businesses should respect and promote human rights

TPL firmly believes that respecting and promoting human rights is a moral responsibility and is dedicated to upholding the fundamental principles of human rights in all our operations. We believe in fostering a workplace that protects and promotes the rights and dignity of all individuals both within and outside the organisation. In our effort to promote non-discrimination and inclusivity we provide a work environment that is free from any discrimination and harassment based on gender, race, ethnicity, religion, age, disability. Etc.

#### SDG Linkages-



#### Essential Indicators

1. **Employees and workers who have been provided training on human rights issues and policy(ies) of the entity, in the following format:**

| Category               | FY 2024-25 |                                        |            | FY 2023-24 |                                        |             |
|------------------------|------------|----------------------------------------|------------|------------|----------------------------------------|-------------|
|                        | Total (A)  | No. of employees / workers covered (B) | % (B / A)  | Total (C)  | No. of employees / workers covered (D) | % (D / C)   |
| <b>Employees</b>       |            |                                        |            |            |                                        |             |
| Permanent              | 399        | 46                                     | 12%        | 404        | 404                                    | 100%        |
| Other than permanent   | 38         | 31                                     | 82%        | 13         | 13                                     | 100%        |
| <b>Total employees</b> | <b>437</b> | <b>77</b>                              | <b>18%</b> | <b>417</b> | <b>417</b>                             | <b>100%</b> |
| <b>Workers</b>         |            |                                        |            |            |                                        |             |
| Permanent              | -          | -                                      | -          | -          | -                                      | -           |
| Other than permanent   | 723        | -                                      | -          | 503        | -                                      | -           |
| <b>Total workers</b>   | <b>723</b> | <b>-</b>                               | <b>-</b>   | <b>503</b> | <b>-</b>                               | <b>-</b>    |

## 2. Details of minimum wages paid to employees and workers

| Category             | FY 2024-25   |                             |              |                              |              | FY 2023-24   |                          |              |                           |              |
|----------------------|--------------|-----------------------------|--------------|------------------------------|--------------|--------------|--------------------------|--------------|---------------------------|--------------|
|                      | Total<br>(A) | Equal to<br>minimum<br>wage |              | More than<br>minimum<br>wage |              | Total<br>(D) | Equal to<br>minimum wage |              | More than<br>minimum wage |              |
|                      |              | No.<br>(B)                  | %<br>(B / A) | No.<br>(C)                   | %<br>(C / A) |              | No.<br>(E)               | %<br>(E / D) | No.<br>(F)                | %<br>(F / D) |
| Employees            |              |                             |              |                              |              |              |                          |              |                           |              |
| Permanent            | 399          | -                           | -            | 399                          | 100%         | 404          | -                        | -            | 404                       | 100%         |
| Other than permanent | 38           | -                           | -            | 38                           | 100%         | 13           | -                        | -            | 13                        | 100%         |
| Total employees      | 437          | -                           | -            | 437                          | 100%         | 417          | -                        | -            | 417                       | 100%         |
| Workers              |              |                             |              |                              |              |              |                          |              |                           |              |
| Permanent            | -            | -                           | -            | -                            | -            | -            | -                        | -            | -                         | -            |
| Other than permanent | 723          | 669                         | 93%          | 54                           | 7%           | 503          | 454                      | 90%          | 51                        | 10%          |
| Total workers        | 723          | 669                         | 93%          | 54                           | 7%           | 503          | 454                      | 90%          | 51                        | 10%          |

## 3. (a) Details of remuneration/salary/wages

|                                  | Male   |                                                         | Female |                                                         |
|----------------------------------|--------|---------------------------------------------------------|--------|---------------------------------------------------------|
|                                  | Number | Median remuneration/salary/wages of respective category | Number | Median remuneration/salary/wages of respective category |
| Board of Directors (BoD) **      | 9      | ₹ 10,00,000                                             | 3      | ₹ 3,00,000                                              |
| Key Managerial Personnel         | -      | -                                                       | 1      | ₹ 27,00,000                                             |
| Employees other than BoD and KMP | 414    | ₹ 8,84,421                                              | 20     | ₹ 5,50,008                                              |
| Workers                          | 691    | ₹ 2,50,401                                              | 32     | ₹ 2,50,401                                              |

\*\* BOD includes Managing Director & Median is calculated by taking into account the remuneration and sitting fees paid to the Directors, who were on the Board as on 31<sup>st</sup> March 2025.

## (b) Gross wages paid to females as % of total wages paid by the entity, in the following format:

|                                                 | FY 2024-25 | FY 2023-24 |
|-------------------------------------------------|------------|------------|
| Gross wages paid to females as % of total wages | 3.62%      | 3.24%      |

## 4. Do you have a focal point (individual/ committee) responsible for addressing human rights impacts or issues caused or contributed to by the business? (Yes/No)

Yes. Company has the statutory committees like Safety Committee, POSH Committee to address all issues of discriminations and harassments. Apart from these the Company also has unions, through which employees can share their grievances. All these committees meet at regular intervals to address the grievances raised. Grievances can be communicated to any of these committees, which ensures that the complainant identity is kept confidential. The committee investigates the matter and provides prompt appropriate resolution.

**5. Describe the internal mechanisms in place to redress grievances related to human rights issues.**

We have an exclusive grievance redressal mechanism, in which the grievances are addressed by the designated officers who are trained to provide resolution to these sensitive issues. In case of any grievance, the written complaint is received by the designated officer who ensures that the complainant identity is kept confidential. Once the complaint is received, remedial actions are taken immediately with the help of management.

**6. Number of complaints on the following made by employees and workers:**

|                                   | FY 2024-25            |                                       |         | FY 2023-24            |                                       |         |
|-----------------------------------|-----------------------|---------------------------------------|---------|-----------------------|---------------------------------------|---------|
|                                   | Filed during the year | Pending resolution at the end of year | Remarks | Filed During the year | Pending resolution at the end of year | Remarks |
| Sexual harassment                 | NIL                   |                                       |         |                       |                                       |         |
| Discrimination at workplace       |                       |                                       |         |                       |                                       |         |
| Child labour                      |                       |                                       |         |                       |                                       |         |
| Forced Labour/ Involuntary labour |                       |                                       |         |                       |                                       |         |
| Wages                             |                       |                                       |         |                       |                                       |         |
| Other human rights-related issues |                       |                                       |         |                       |                                       |         |

**7. Complaints filed under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, in the following format:**

|                                                                                                                                     | FY 2024-25 | FY 2023-24 |
|-------------------------------------------------------------------------------------------------------------------------------------|------------|------------|
| Total Complaints reported under Sexual Harassment on of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 (POSH) | -          | -          |
| Complaints on POSH as a % of female employees / workers                                                                             | -          | -          |
| Complaints on POSH upheld                                                                                                           | -          | -          |

**8. Mechanisms to prevent adverse consequences to the complainant in discrimination and harassment cases.**

We ensure confidential reporting which allows employees to submit complaints without the fear of retaliation. The identity of the complainant is protected all through the investigation and the harassment cases are handled discreetly and with utmost sensitivity.

**9. Do human rights requirements form part of your business agreements and contracts? (Yes/No)**

Yes. The Company has a comprehensive Vendor Code of Ethics to be signed prior to onboarding a Vendor/ Partner which serves as a guiding document and emphasizes on the fundamental principles of human rights.

## 10. Assessments of the year

|                             | % of your plants and offices that were assessed (by the entity or statutory authorities or third parties) |
|-----------------------------|-----------------------------------------------------------------------------------------------------------|
| Child labour                | 100% assessed by the Company / Statutory Authority, as applicable                                         |
| Forced/involuntary labour   |                                                                                                           |
| Sexual harassment           |                                                                                                           |
| Discrimination at workplace |                                                                                                           |
| Wages                       |                                                                                                           |
| Others – please specify     |                                                                                                           |

## 11. Provide details of any corrective actions taken or underway to address significant risks / concerns arising from the assessments at Question 10 above.

Not Applicable

## Leadership Indicators

### 1. Details of a business process being modified / introduced as a result of addressing human rights grievances/complaints.

There were no human rights grievances / complaints. Hence no business process were introduced/ modified.

### 2. Details of the scope and coverage of any Human rights due diligence conducted.

None

### 3. Is the premise/office of the entity accessible to differently abled visitors, as per the requirements of the Rights of Persons with Disabilities Act, 2016?

TPL is committed to fostering an inclusive and accessible workplace environment for all individuals, including visitors with disabilities. We recognize the importance of enhancing accessibility across all locations and are actively evaluating measures to improve access, reflecting our dedication to genuine progress beyond reporting.

### 4. Details on assessment of value chain partners:

| Details on assessment of value chain partners: | % of value chain partners (by value of business done with such partners) that were assessed |
|------------------------------------------------|---------------------------------------------------------------------------------------------|
| Sexual Harassment                              | -                                                                                           |
| Discrimination at workplace                    | -                                                                                           |
| Child Labour                                   | -                                                                                           |
| Forced Labour/Involuntary Labour               | -                                                                                           |
| Wages                                          | -                                                                                           |
| Others – please specify                        | -                                                                                           |

### 5. Provide details of any corrective actions taken or underway to address significant risks / concerns arising from the assessments at Question 4 above.

Not applicable

## Principle 6: Businesses should respect and make efforts to protect and restore the environment

TPL believes in preserving and protecting the environment and is deeply committed to environmental stewardship and taking proactive measures to respect, protect and restore the environment. We strive to adopt sustainable practices, minimize our ecological footprint and actively contribute to environmental preservation. We promote energy efficient practices, optimize energy consumption, water stewardship measures and implement ways for waste reduction and recycling.

### SDG Linkages-



### Essential Indicators

#### 1. Details of total energy consumption (in Joules or multiples) and energy intensity

| Parameter                                                                                                                                                      |         | FY 2024-25 | FY 2023-24 |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------|---------|------------|------------|
| <b>From renewable sources</b>                                                                                                                                  |         |            |            |
| Total electricity consumption (A)                                                                                                                              | GJ      | 377664     | 266495     |
| Total fuel consumption (B)                                                                                                                                     | GJ      | 76644      | 76607      |
| Energy consumption through other sources (C)                                                                                                                   | GJ      | -          | -          |
| <b>Total energy consumed from renewable sources (A+B+C)</b>                                                                                                    | GJ      | 454308     | 343103     |
| <b>From non-renewable sources</b>                                                                                                                              |         |            |            |
| Total electricity consumption (D)                                                                                                                              | GJ      | 88079      | 189346     |
| Total fuel consumption (E)                                                                                                                                     | GJ      | 2656763    | 2471812    |
| Energy consumption through other sources (F)                                                                                                                   | GJ      | 354780     | 226999     |
| <b>Total energy consumed from non-renewable sources (D+E+F)</b>                                                                                                | GJ      | 3099622    | 2888157    |
| <b>Total energy consumed (A+B+C+D+E+F)</b>                                                                                                                     | GJ      | 3553930    | 3231260    |
| <b>Energy intensity per rupee of turnover:</b><br>(Total energy consumed/ Revenue from Operations)                                                             | GJ/Lakh | 19.5       | 19.4       |
| <b>Energy intensity per rupee of turnover adjusted for purchasing Power Parity (PPP):</b><br>(Total energy consumed/ Revenue from Operations adjusted for PPP) |         | 401.90     | 433.80     |
| <b>Energy Intensity in terms of Physical output</b>                                                                                                            | GJ/MT   | 17.40      | 17.01      |
| Energy Intensity (optional) - the relevant metric may be selected by the entity                                                                                |         |            |            |

**Note:** Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency.

No independent assessment by an external agency has been carried out in the current reporting period.

2. Does the entity have any sites/facilities identified as designated consumers (DCs) under the performance, achieve, and trade (PAT) Scheme of the Government of India? (Y/N) If yes, disclose whether targets set under the PAT scheme have been achieved. In case targets have not been achieved, provide the remedial action taken if any.

The Heavy Chemicals Division falls under the Government of India's Perform, Achieve and Trade (PAT) Scheme. The energy efficiency target set for this plant under the scheme has been successfully achieved for the reporting period.

3. Provide details of the following disclosures related to water, in the following format:

| Parameter                                                                                                                                                       | FY 2024-25     | FY 2023-24 |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------|------------|
| <b>Water withdrawal by source (in kilolitres)</b>                                                                                                               |                |            |
| (i) Surface water                                                                                                                                               | -              | -          |
| (ii) Groundwater                                                                                                                                                | -              | -          |
| (iii) Third-party water                                                                                                                                         | 1125461        | 1186845    |
| (iv) Seawater / desalinated water                                                                                                                               |                | -          |
| (v) Others                                                                                                                                                      |                | -          |
| <b>Total volume of water withdrawal (in kilolitres)<br/>(i + ii + iii + iv + v)</b>                                                                             | <b>1125461</b> | 1186845    |
| <b>Total volume of water consumption (in kilolitres)</b>                                                                                                        | <b>795567</b>  | 838958     |
| <b>Water intensity per rupee of turnover:</b><br>(Total water consumption/ Revenue from Operations) (KL / Lakh)                                                 | <b>4.35</b>    | 5.03       |
| <b>Water intensity per rupee of turnover adjusted for Purchasing Power Parity (PPP):</b><br>(Total water consumption/ Revenue from Operations adjusted for PPP) | <b>89.87</b>   | 112.63     |
| <b>Water Intensity in terms of physical output (KL/MT)</b>                                                                                                      | <b>3.90</b>    | 4.41       |
| <b>Water Intensity</b> (optional) – the relevant metric may be selected by the entity                                                                           | -              | -          |

**Note:** Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency.

No independent assessment by an external agency has been carried out in the current reporting period.

4. Provide the following details related to water discharged:

| Parameter                                                                    | FY 2024-25 | FY 2023-24 |
|------------------------------------------------------------------------------|------------|------------|
| <b>Water discharge by destination and level of treatment (in kilolitres)</b> |            |            |
| (i) To Surface water                                                         | -          | -          |
| - No treatment                                                               |            |            |
| - With treatment – please specify level of treatment                         |            |            |
| (ii) To Groundwater                                                          | -          | -          |
| - No treatment                                                               |            |            |
| - With treatment – please specify level of treatment                         |            |            |

| Parameter                                            | FY 2024-25    | FY 2023-24 |
|------------------------------------------------------|---------------|------------|
| (iii) To Seawater                                    | -             | -          |
| - No treatment                                       | -             | -          |
| - With treatment – please specify level of treatment | <b>401547</b> | 473865     |
| (iv) Sent to third-party                             | -             | -          |
| - No treatment                                       |               |            |
| - With treatment – please specify level of treatment |               |            |
| (v) Others                                           | -             | -          |
| - No treatment                                       |               |            |
| - With treatment – please specify level of treatment |               |            |
| <b>Total water discharged (in kilolitres)</b>        | <b>401547</b> | 473865     |

**Note:** Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency.

No

**5. Has the entity implemented a mechanism for zero liquid discharge? If yes, provide details of its coverage and implementation.**

LAB unit: Approximately 80% of the treated water is reused within the unit, while the remaining portion is further treated and transferred to the PO unit for process applications. HCD unit: 100% of the treated water from this unit is being used in PO plant for process usage.

Both processes eliminate the discharge of treated water into surface or sea outlets, ensuring 100% reuse.

**6. Please provide details of air emissions (other than GHG emissions) by the entity:**

| Parameter                                               | Unit  | FY 2024-25   | FY 2023-24 |
|---------------------------------------------------------|-------|--------------|------------|
| NOx                                                     | µg/m3 | <b>18.23</b> | 16.05      |
| SOx                                                     | µg/m3 | <b>12.88</b> | 10.94      |
| Particulate matter (PM)                                 | µg/m3 | <b>74.24</b> | 62.22      |
| Persistent organic pollutants (POP)                     | -     | -            | -          |
| Volatile organic compounds (VOC)                        | µg/m3 | -            | -          |
| Hazardous air pollutants (HAP)                          | -     | -            | -          |
| Others – ozone-depleting substances (HCFC - 22 or R-22) | -     | -            | -          |

**Note:** Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency.

Yes, Tamilnadu Pollution Control Board and their Authorised Laboratory

**7. Provide details of greenhouse gas emissions (Scope 1 and Scope 2 emissions) and its intensity:**

| Parameter                                                                                                                                                             | Unit                                        | FY 2024-25    | FY 2023-24 |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------|---------------|------------|
| Total Scope 1 emissions (Break-up of the GHG into CO <sub>2</sub> , CH <sub>4</sub> , N <sub>2</sub> O, HFCs, PFCs, SF <sub>6</sub> , NF <sub>3</sub> , if available) | Metric tonnes of CO <sub>2</sub> equivalent | <b>155150</b> | 174952     |
| Total Scope 2 emissions (Break-up of the GHG into CO <sub>2</sub> , CH <sub>4</sub> , N <sub>2</sub> O, HFCs, PFCs, SF <sub>6</sub> , NF <sub>3</sub> , if available) | Metric tonnes of CO <sub>2</sub> equivalent | <b>17787</b>  | 37659      |

| Parameter                                                                                                                                                                                                      | Unit                                       | FY 2024-25   | FY 2023-24 |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------|--------------|------------|
| <b>Total Scope 1 and Scope 2 emissions per rupee of turnover</b> (Total Scope 1 and Scope 2 GHG Emissions / Revenue from Operations)                                                                           | Metric tonnes of CO2 equivalent/ ₹ in Lakh | <b>0.95</b>  | 1.27       |
| <b>Total Scope 1 and Scope 2 emission intensity per rupee of turnover adjusted for Purchasing Power Parity (PPP)</b><br>(Total Scope 1 and Scope 2 GHG Emissions / Revenue from Operations adjusted for PPP)** |                                            | <b>19.56</b> | 28.54      |
| <b>Total Scope 1 and Scope 2 emission intensity in terms of Physical Output</b>                                                                                                                                | MT of emission/ MT of production           | <b>0.85</b>  | 1.12       |
| <b>Total Scope 1 and Scope 2 emission intensity</b> (optional) – the relevant metric may be selected by the entity                                                                                             |                                            |              |            |

**8. Does the entity have any project related to reducing greenhouse gas emission? If yes, then provide details.**

Yes, **Increased Utilization of Renewable Power through Group Captive Model** –TPL is increasing the use of renewable energy sources such as wind and solar power through group captive arrangements.

**Implementation of Waste Heat Recovery Boiler (WHRB)** – TPL has initiated the implementation of a WHRB system in the gas engine operations to recover waste heat and support GHG emission reduction.

**9. Provide details related to waste management by the entity, in the following format:**

| Parameter                                                          | Unit          | FY 2024-25     | FY 2023-24 |
|--------------------------------------------------------------------|---------------|----------------|------------|
| Total waste generated (in metric tonnes)                           |               |                |            |
| Plastic waste (A)                                                  | Metric tonnes | -              | -          |
| E-waste (B)                                                        | Metric tonnes | <b>0.49</b>    | -          |
| Bio-medical waste (C)*                                             | Metric tonnes | -              | -          |
| Construction and demolition waste (D)                              | Metric tonnes |                | -          |
| Battery waste (E)                                                  | Numbers       | -              | 43         |
| Radioactive waste (F)                                              | Metric tonnes |                | -          |
| Other Hazardous waste. Please specify, if any. (G)                 | Metric tonnes | <b>2385.96</b> | 2841.52    |
| Other Non-hazardous waste generated (H).                           | Metric tonnes | <b>7309</b>    | 7632       |
| (Break-up by composition i.e. by materials relevant to the sector) | Metric tonnes |                | -          |

| Parameter                                                                                                                                                       | Unit                   | FY 2024-25     | FY 2023-24 |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------|----------------|------------|
| Total (A+B + C + D + E + F + G + H)                                                                                                                             | Metric tonnes          | <b>9695.45</b> | 10549.4    |
| <b>Waste intensity per rupee of turnover:</b><br>(Total waste generated/ Revenue from Operations)                                                               | Metric tonnes/<br>Lakh | <b>0.053</b>   | 0.06322    |
| <b>Waste intensity per rupee of turnover adjusted for Purchasing Power Parity (PPP):</b><br>(Total waste consumption/ Revenue from Operations adjusted for PPP) | Metric tonnes/<br>Lakh | <b>1.09</b>    | 1.41       |
| <b>Waste Intensity in terms of physical output</b>                                                                                                              | Mt/Mt of<br>Production | <b>0.05</b>    | 0.06       |
| <b>Waste Intensity</b> (optional) – the relevant metric may be selected by the entity                                                                           |                        | -              | -          |

\* Biomedical waste generated during FY 23-24 was 32.9KG and FY 24-25 was 14.9 KG.

| For each category of waste generated, total waste recovered through recycling, re-using or other recovery operations (in metric tonnes) |               |               |                |
|-----------------------------------------------------------------------------------------------------------------------------------------|---------------|---------------|----------------|
| Category of waste                                                                                                                       |               |               |                |
| (i) Recycled                                                                                                                            | Metric tonnes | 21.33         | 20.47          |
| (ii) Re-used                                                                                                                            | Metric tonnes | 755           | 1093           |
| (iii) Other recovery operations                                                                                                         | Metric tonnes | -             | -              |
| <b>Total</b>                                                                                                                            | Metric tonnes | <b>776.33</b> | <b>1113.47</b> |

| For each category of waste generated, total waste disposed of by nature of disposal method (in metric tonnes) |               |                |                 |
|---------------------------------------------------------------------------------------------------------------|---------------|----------------|-----------------|
| Category of waste                                                                                             |               |                |                 |
| (i) Incineration                                                                                              | Metric tonnes | 17.92          | 2.24            |
| (ii) Landfilling                                                                                              | Metric tonnes | 2547.11        | 5840.61         |
| (iii) Other disposal operations*                                                                              | Metric tonnes | 7309           | 7632            |
| <b>Total</b>                                                                                                  | Metric tonnes | <b>9874.03</b> | <b>13474.85</b> |

\*This is non-hazardous waste i.e. lime sludge. Due to its moisture content, it weighs higher.

10. Briefly describe the waste management practices adopted in your establishments. Describe the strategy adopted by your Company to reduce the usage of hazardous and toxic chemicals in your products and processes and the practices adopted to manage such wastes.

At TPL all three units are generating Hazardous wastes which are segregated and stored in designated Hazardous waste storage area, Periodic disposal is through authorized TSDF (Treatment, Storage and Disposal facility) and authorized recycler as per the Hazardous Waste Authorization regulations issued by TNPCB. Other solid wastes disposal is being handled through solid waste pickers. The Bio-Medical waste generated at the Occupational Health Centre is disposed off through contracted hospital management i.e. Prashanth Hospital for the reporting period. The accumulated E waste is disposed through the approved E waste vendor on need basis

11. If the entity has operations/offices in/around ecologically sensitive areas (such as national parks, wildlife sanctuaries, biosphere reserves, wetlands, biodiversity hotspots, forests, coastal regulation zones, etc.) where environmental approvals/clearances are required, please specify details in the following format:

| Sr. No.                                                                                            | Location of operations/offices | Type of operations | Whether the conditions of environmental approval / clearance are being complied with? (Y/N) If no, the reasons thereof and corrective action taken, if any. |
|----------------------------------------------------------------------------------------------------|--------------------------------|--------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Not applicable as the Company is not operating / located in and around ecologically sensitive area |                                |                    |                                                                                                                                                             |

12. Details of Environmental Impact Assessments of projects undertaken by the entity based on applicable laws, in the current financial year:

| Name and brief details of project | EIA Notification No. | Date | Whether conducted by independent external agency (Yes / No) | Results communicated in public domain (yes/no) | Relevant Web link |
|-----------------------------------|----------------------|------|-------------------------------------------------------------|------------------------------------------------|-------------------|
| Nil                               |                      |      |                                                             |                                                |                   |

13. Is the entity compliant with the applicable environmental law/ regulations/ guidelines in India, such as the Water (prevention and control of pollution) Act, Air (prevention and control of pollution) Act, Environment Protection Act, and rules there under (Y/N). If not, provide details of all such non-compliances:

| Sr. No. | Specify the law / regulation / guidelines which was not complied with | Provide details of the non-compliance | Any fines / penalties / action taken by regulatory agencies such as pollution control boards or by courts | Corrective action taken if any |
|---------|-----------------------------------------------------------------------|---------------------------------------|-----------------------------------------------------------------------------------------------------------|--------------------------------|
| Nil     |                                                                       |                                       |                                                                                                           |                                |

#### Leadership Indicators

1. Water withdrawal, consumption and discharge in areas of water stress (in kilolitres):

Not applicable, as the Company's plant and office are not located in the area of water-stressed districts designated by the Central Ground Water Board, India.

**2. Please provide details of total Scope 3 emissions & their intensity:**

| Parameter                                                                                                                                                             | Unit                                        | FY 2024-25   | FY 2023-24 |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------|--------------|------------|
| Total Scope 3 emissions (Break-up of the GHG into CO <sub>2</sub> , CH <sub>4</sub> , N <sub>2</sub> O, HFCs, PFCs, SF <sub>6</sub> , NF <sub>3</sub> , if available) | Metric tonnes of CO <sub>2</sub> equivalent | <b>91781</b> | 97228      |
| Total Scope 3 emissions per rupee of turnover                                                                                                                         | tCO <sub>2</sub> e/INR                      | <b>0.50</b>  | 0.58       |
| Total Scope 3 emission intensity (optional) – the relevant metric may be selected by the entity                                                                       |                                             | <b>0.45</b>  | 0.51       |

**Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency.**

No independent assessment by an external agency has been carried out in the current reporting period.

**3. With respect to the ecologically sensitive areas reported at Question 11 of Essential Indicators above, provide details of significant direct & indirect impact of the entity on biodiversity in such areas along-with prevention and remediation activities.**

Not applicable, as the Company does not operate in any ecologically sensitive area.

**4. If the entity has undertaken any specific initiatives or used innovative technology or solutions to improve resource efficiency, or reduce impact due to emissions / effluent discharge/waste generated, please provide details of the same as well as the outcome of such initiatives:**

| S.No | Initiative undertaken                             | Details of the initiative (Web-link, if any, may be provided along-with summary)                                                                                                                                                                                                                                                                                                                                                                                               | Outcome of the initiative                                     |
|------|---------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------|
| 1.   | Abatement of air pollution                        | Green Belt Development outside the plant premises (near LAB plant 18 Acre area has been developed)                                                                                                                                                                                                                                                                                                                                                                             | Carbon Sequestration                                          |
| 2.   | Abatement of water pollution / Water conservation | In PO plant: Mandate issued to NEERI to explore the possibility of introducing ZLD through introduction of RDRO system for recovery & maximum reuse of treated effluent.                                                                                                                                                                                                                                                                                                       | Enhancing water conservation and avoiding effluent discharge. |
| 3.   | Energy Conservation                               | In HCD plant : In order to reduce Specific power consumption by approx. 250 Units per MT of Caustic Soda produced, we are in process of migrating from prevailing Mono-polar membrane technology to Bi-polar membrane technology which will be commissioned during FY 2025-26.<br><br>Installation of solar panels at HCD and LAB plants (230KW and 442KW) has been planned and procurement in this connection has been completed. Commissioning is planned during FY 2025-26. | Reduction of carbon footprint.                                |

| S.No | Initiative undertaken             | Details of the initiative (Web-link, if any, may be provided along-with summary)                            | Outcome of the initiative                                           |
|------|-----------------------------------|-------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------|
| 4    | Reduction of Emission             | In HCD plant: New DG sets in compliance with CPCB-IV+ technology have been installed replacing Old DG sets. | Reduction and emission of particulate meter.                        |
| 5.   | Conservation of Fuel/ Heat Energy | Planned for installation of new Waste Heat Recovery Boiler at CPP plant .                                   | Reduction of consumption of LNG in the boiler for steam generation. |

**5. Does the entity have a business continuity and disaster management plan? Give details in 100 words/ web link.**

The Company has a business continuity and disaster management plan for its operational activities. The Company has detailed Standard Operating Procedures in place for various scenarios.

Mock drills are conducted as part of disaster recovery and business continuity plans to prepare for the situations.

An off-site mock drill was conducted by the Company along with Government authorities in July 2024 covering all the worst-case scenarios of chlorine leakage at HCD plant. The management and employees of the Company actively participated in the said mock drill.

**6. Disclose any significant adverse impact to the environment, arising from the value chain of the entity. What mitigation or adaptation measures have been taken by the entity in this regard?**

Not applicable.

**7. Percentage of value chain partners (by value of business done with such partners) that were assessed for environmental impacts**

Not applicable. The Company had not assessed the environmental impacts of its value chain partners during the year.

**8. How many Green Credits have been generated or procured:**

**By the Company:** Nil

**By the top ten (in terms of value of purchases and sales, respectively) value chain partners:**  
Not Available

**Principle 7: Businesses, when engaging in influencing public and regulatory policy, should do so in a manner that is responsible and transparent**

TPL is the member of several esteemed trade and industry chambers. These affiliations allow us to engage actively with various business communities, gain invaluable insights and contribute to the growth and development of the industry. Through these associations, we aim to foster meaningful collaborations, stay updated on industry trends and collectively work towards creating a positive impact on the business.

**SDG Linkages-**



## Essential Indicators

1. a. Number of affiliations with trade and industry chambers/ associations - 7 (seven)
- b. List the top 10 trade and industry chambers/ associations (determined based on the total members of such a body) the entity is a member of/ affiliated to.

| S. No. | Name of the trade and industry chambers/ associations | Reach of trade and industry chambers/ associations (State/National) |
|--------|-------------------------------------------------------|---------------------------------------------------------------------|
| 1      | South India Chamber of Commerce and Industry          | National                                                            |
| 2      | Alkali Manufacturers Association of India             | National                                                            |
| 3      | Manali Industries Association                         | State                                                               |
| 4      | National Safety Council                               | National                                                            |
| 5      | Federation of Indian Export Organisation              | National                                                            |
| 6      | South India Alkali Manufacturers Association          | National                                                            |
| 7      | Industries Waste Management Association               | State                                                               |

2. Provide details of corrective action taken or underway on any issues related to anti-competitive conduct by the entity, based on adverse orders from regulatory authorities.

| Name of authority                                                                                            | Brief of the case | Corrective action taken |
|--------------------------------------------------------------------------------------------------------------|-------------------|-------------------------|
| Not Applicable, as there were no such cases of anti-competitive conducted by Company during the year 2024-25 |                   |                         |

## Leadership Indicators

Details of public policy positions advocated by the entity:

| S. No.                                                                                  | Public policy advocated | Method resorted for such advocacy | Whether information available in the public domain? (Yes/No) | Frequency of review by board (Annually/ half yearly/ quarterly / others – please specify) | Web-link, if available |
|-----------------------------------------------------------------------------------------|-------------------------|-----------------------------------|--------------------------------------------------------------|-------------------------------------------------------------------------------------------|------------------------|
| The Company did not engage in public policy advocacy during the financial year 2024-25. |                         |                                   |                                                              |                                                                                           |                        |

## PRINCIPLE 8: Businesses should promote inclusive growth and equitable development

At the core of our values, we strive to make a positive impact on the society and create a sustainable future for all. We are committed to supporting and uplifting the communities by our Corporate Social Responsibility (CSR) initiatives. We actively engage in projects that support education, health care and empowering the communities thus fostering an equitable environment for the communities we serve.

### SDG Linkages-



## Essential Indicators

1. **Details of Social Impact Assessments (SIA) of projects undertaken by the entity based on applicable laws, in the current financial year.**

| Name and brief details of project | SIA notification No. | Date of notification | Whether conducted by independent external agency (Yes/ No) | Results communicated in public domain (Yes/ No) | Relevant web link |
|-----------------------------------|----------------------|----------------------|------------------------------------------------------------|-------------------------------------------------|-------------------|
| Not Applicable                    |                      |                      |                                                            |                                                 |                   |

2. **Provide information on the project(s) for which ongoing Rehabilitation and Resettlement (R&R) is being undertaken by your entity:**

| S. No.         | Name of project for which R&R is ongoing | State | District | No. of project affected families (PAFs) | % of PAFs covered by R&R | Amounts paid to PAFs in the FY (In ₹) |
|----------------|------------------------------------------|-------|----------|-----------------------------------------|--------------------------|---------------------------------------|
| Not Applicable |                                          |       |          |                                         |                          |                                       |

3. **Describe the mechanisms to receive and redress grievances of the community.**

All grievances from the community can be communicated through the grievances mail id available in the website of the Company. Specific complaints related to environmental issues received through statutory authorities viz Pollution Control Board. Remedial actions are taken and appropriate responses are provided to the complainant/Statutory Authorities.

4. **Percentage of input material (inputs to total inputs by value) sourced from suppliers:**

|                                              | FY 2024-25 | FY 2023-24 |
|----------------------------------------------|------------|------------|
| Directly sourced from MSMEs/ small producers | 4%         | 4.03%      |
| Directly from within India                   | 83.76%     | 90.76%     |

5. **Job creation in smaller towns – Disclose wages paid to persons employed (including employees or workers employed on a permanent or non-permanent / on contract basis) in the following locations, as % of total wage cost**

| Location     | FY 2024-25 | FY 2023-24 |
|--------------|------------|------------|
| Rural        | -          | -          |
| Semi-urban   | -          | -          |
| Urban        | -          | -          |
| Metropolitan | 100%       | 100%       |

## Leadership Indicators

1. Provide details of actions taken to mitigate any negative social impacts identified in the Social Impact Assessments (SIA) (Reference: Question 1 of Essential Indicators above):

| Details of negative social impact identified                                                                                                   | Corrective action taken |
|------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------|
| The regulations / rules applicable to the Company does not necessitate conducting of SIA, accordingly the Company had not under-taken any SIA. |                         |

2. Provide the following information on CSR projects undertaken by your entity in designated aspirational districts as identified by government bodies:

| Sr. No.                                                                                     | State | Aspirational District | Amount spent (In INR) |
|---------------------------------------------------------------------------------------------|-------|-----------------------|-----------------------|
| The Company had not undertaken CSR project in any of the designated aspirational districts. |       |                       |                       |

3. (a) Do you have a preferential procurement policy where you give preference to purchase from suppliers comprising marginalized /vulnerable groups? (Yes/No) –

The Company is into the Chemical Manufacturing Business and majority of the Company's procurement is of industrial origin and procured in bulk. Therefore, the Company does not have a preferential procurement policy to purchase from suppliers comprising of marginalised / vulnerable groups.

(b) From which marginalized / vulnerable groups do you procure? - Not Applicable

(c) What percentage of total procurement (by value) does it constitute? - Not Applicable

4. Details of the benefits derived and shared from the intellectual properties owned or acquired by your entity (in the current financial year), based on traditional knowledge:

The Company does not have any Intellectual Property Rights owned or acquired based on traditional knowledge during the financial year.

5. Details of corrective actions taken or underway, based on any adverse order in intellectual property related disputes wherein usage of traditional knowledge is involved.

| Name of authority | Brief of the Case | Corrective action taken |
|-------------------|-------------------|-------------------------|
| Not applicable    | -                 | -                       |

6. Details of beneficiaries of CSR projects:

| CSR Projects                                                | No. of persons benefitted from CSR projects | % of beneficiaries from Marginalised and Vulnerable Groups |
|-------------------------------------------------------------|---------------------------------------------|------------------------------------------------------------|
| Preventive Healthcare (PHCC) Since the date of Commencement | 27992                                       | 81%                                                        |
| Eye & General Camp                                          | 116                                         | 77%                                                        |
| Diabetic & General Camp                                     | 328                                         | 93%                                                        |
| Pediatric & General Camp                                    | 399                                         | 89%                                                        |
| Dermatology & General Camp                                  | 508                                         | 85%                                                        |
| Visual Behaviour                                            | 865                                         | 87%                                                        |
| Happy Periods Program                                       | 23900                                       | 80%                                                        |
| Community Program Beneficiaries                             | 4615                                        | 92%                                                        |

**PRINCIPLE 9: Businesses should engage with and provide value to their consumers in a re-sponsible manner**

TPL is a consumer centric company, placing our customers at the heart of everything we do. Our commitment to delivering exceptional customer experience is vital for our business and is a primary focus in our decision-making processes. We actively listen to customer feedback to understand their needs and preferences which enables us to continuously improve our products, services and support to exceed their expectations

SDG Linkages-



**Essential Indicators**

- Describe the mechanisms in place to receive and respond to consumer complaints and feedback.**

TPL supplies to Industrial Users and the Marketing Team interacts with them directly. Feedback forms are collected on periodic basis to address their concerns, if any.

- Turnover of products and/or services as a percentage of turnover from all products/services that carry information about:**

|                                                             | As a % to total turnover |
|-------------------------------------------------------------|--------------------------|
| Environmental and social parameters relevant to the product | 100%                     |
| Safe and responsible usage                                  | 100%                     |
| Recycling and/or safe disposal                              | Not applicable           |

- Number of consumer complaints in respect of the following:**

|                                | FY 2024-25               |                                   | Remarks | FY 2023-24               |                                   | Remarks |
|--------------------------------|--------------------------|-----------------------------------|---------|--------------------------|-----------------------------------|---------|
|                                | Received during the year | Pending resolution at end of year |         | Received during the year | Pending resolution at end of year |         |
| Data privacy                   | -                        | -                                 |         | -                        | -                                 |         |
| Advertising                    | -                        | -                                 |         | -                        | -                                 |         |
| Cyber-security                 | -                        | -                                 |         | -                        | -                                 |         |
| Delivery of essential services | -                        | -                                 |         | -                        | -                                 |         |
| Restrictive trade practices    | -                        | -                                 |         | -                        | -                                 |         |
| Unfair trade practices         | -                        | -                                 |         | -                        | -                                 |         |
| Other (QUALITY)                | -                        | -                                 |         | -                        | -                                 |         |

**4. Details of instances of product recalls on account of safety issues.**

|                          | Number     | Reasons for Recall |
|--------------------------|------------|--------------------|
| <b>Voluntary Recalls</b> | <i>Nil</i> | -                  |
| <b>Forced Recalls</b>    | <i>Nil</i> | -                  |

**5. Does the entity have a framework/policy on cyber security and risks related to data privacy? If available, provide a web link to the policy.**

Yes, Risks are reviewed and discussed in Risk Management Committee of the Company.  
<https://www.tnpetro.com/investors/policies/>

**6. Provide details of any corrective actions taken or underway on issues relating to advertising, and delivery of essential services; cyber security and data privacy of customers; re-occurrence of instances of product recalls; penalty/action taken by regulatory authorities on the safety of products/services.**

Not applicable as the Company had not received any such consumer complaint.

**7. Provide the following information relating to data breaches:**

|                                                                                            |                                                                   |
|--------------------------------------------------------------------------------------------|-------------------------------------------------------------------|
| a. Number of instances of data breaches                                                    | No instances have been encountered with respect to data breaches. |
| b. Percentage of data breaches involving personally identifiable information of customers. |                                                                   |
| c. Impact, if any, of data breaches                                                        |                                                                   |

**Leadership Indicators**

**1. Channels/platforms where information on products and services of the entity can be accessed.**

- [www.tnpetro.com/products/linear-alkyl-benzene-lab/](http://www.tnpetro.com/products/linear-alkyl-benzene-lab/)
- [www.tnpetro.com/products/Caustic-soda/](http://www.tnpetro.com/products/Caustic-soda/)

**2. Steps taken to inform and educate consumers about safe and responsible usage of products and/or services.**

TPL provides Material Safety Data Sheet (MSDS) during supply of Chemicals which contains information on the potential hazards (health, fire, reactivity and environmental) and how to work safely with the chemical product. All the risk related details are informed to the customers during business communication.

**3. Mechanisms in place to inform consumers of any risk of disruption/discontinuation of essential services.**

Any disruption of services like plant maintenance activity, are communicated well in advance to the consumers and vendors through email on time.

In case of force majeure events like flood, the same are communicated immediately through email to vendors as well as consumers.

**4. Does the entity display product information on the product over and above what is mandated as per local laws? (Yes/No/Not Applicable) If yes, provide details in brief. Did your entity carry out any survey with regard to consumer satisfaction relating to the major products / services of the entity, significant locations of operation of the entity or the entity as a whole? (Yes/No) -**

Not applicable

## **STANDALONE FINANCIAL STATEMENTS 2024-25**

## INDEPENDENT AUDITORS' REPORT

### TO THE MEMBERS OF TAMILNADU PETROPRODUCTS LIMITED

#### Report on the Audit of Standalone Financial Statements

##### Opinion

We have audited the accompanying standalone financial statements of **Tamilnadu Petroproducts Limited ("the Company")** which comprise the Balance Sheet as at 31<sup>st</sup> March, 2025, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Cash Flows and the Statement of Changes in Equity for the year then ended and the notes to the standalone financial statements including a summary of the material 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 Indian Accounting Standards prescribed under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31<sup>st</sup> March 2025, its profit, total comprehensive income, its cash flows and changes in equity for the year ended on that date.

##### Basis for Opinion

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

##### Emphasis of Matter:

We draw attention to Note No 35 C to the standalone financial statements, which explains about the expiry of lease agreement entered with Government of Tamilnadu relating to the leasehold land as of 12<sup>th</sup> June 2020 and the extension awaited from the Government of Tamilnadu for the request for renewal filed. Pending renewal of the lease agreement, no adjustments have been made in the standalone financial statements for the year for any potential impact of non-renewal of land lease which is unascertainable at this point of time. Further, the management is confident of obtaining the renewal of lease of land in due course and relying on the same, the accounting as per Ind AS 116- Leases has been done based on lease renewal period and estimated lease rent that would be paid by the Company during the renewal period. Our opinion is not modified in respect of this matter.

##### Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

We have determined the matters described below to be the key audit matters to be communicated in our report. For each matter below, our description of how our audit addressed the matter is provided in that context.

| Accounting for legal and other contractual claims:                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       | Our response                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| The Company is involved in litigations comprising of tax matters, legal compliances, and other disputes the financial impact of which would largely depend on the decision by the appellate authorities. The Company assesses the need to make a provision or disclose a contingency on a case-to-case basis considering the underlying facts of each matter, in consultation with its legal counsel and the level of probability of outflow of economic resources. This involves a high level of management judgement and assumptions which impact the risk assessment and consequential provisioning and disclosure of contingencies in the financial statements. This area is significant to our audit since the completeness and accuracy of accounting and disclosures for contingencies is dependent on such management judgement and assumptions. | <p>Our audit procedures included the following:</p> <ul style="list-style-type: none"> <li>Evaluated and tested the Company's processes and controls for monitoring of claims, litigations, disputes, compliance and assessment thereof for determining the likely outcome.</li> <li>Read the summary of the litigations prepared by the management and discussed the material cases to determine the Company's assessment of the likelihood and magnitude of any liability that may arise.</li> <li>Obtained independent legal confirmations from the concerned professionals engaged by the Company, where applicable, to seek their opinion on the status of litigations and checked the management's judgements and assumptions.</li> <li>Discussed with the management to understand the basis of management's judgements and estimates and independently assessed the level of probability of outflow of resources embodying the economic resources to arrive at our judgement of whether a provision was required or a disclosure sufficient.</li> </ul> |

| Accounting for legal and other contractual claims: | Our response                                                                                                                                                                                                                                                                                                                                                                                                         |
|----------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
|                                                    | <ul style="list-style-type: none"> <li>• Read the minutes of the board meetings to determine the completeness of claims, disputes, and litigations.</li> <li>• Tested the adequacy of disclosures in the standalone financial statements.</li> <li>• Also obtained necessary representation from the management with regard to the provisioning and disclosures in respect of the claims and litigations.</li> </ul> |

#### Other Information

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including annexures to Board's Report and Report on Corporate Governance but does not include the standalone financial statements and our auditor's reports thereon. The other information referred above is expected to be made available to us after the date of this auditor's report.

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

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

When we read the other information, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

#### Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the IND AS specified under the Act read with Rules framed thereunder as applicable.

This responsibility also includes 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 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 statements 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, the Board of Directors 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 the Board of Directors either intends to liquidate

the Company or to cease operations, or has no realistic alternative but to do so.

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

#### Auditor's Responsibilities for the Audit of the 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 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 Board of Directors' 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.

#### 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 Section 143(11) of the Act, we give in **Annexure-A**, a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143 (3) of the Act, we report that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books except for the matters stated in the paragraph 2(i)(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014.
  - (c) The Balance Sheet, Statement of Profit and Loss including Other Comprehensive Income, the Statement of Cash Flow and the Statement of Changes in Equity 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 Ind AS specified under Section 133 of the Act, read with relevant Rules issued there under.
- (e) On the basis of the written representations received from the directors and taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2025 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**. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls with reference to financial statements.
- (g) With respect to other matters to be included in Auditor's Report in accordance with the requirements of section 197(16) of the Act, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its Directors during the year is in accordance with the provisions of section 197 of the Act.
- (h) The modifications relating to the maintenance of accounts and other matters connected therewith are as stated in paragraph 2(b) above on reporting under section 143(3)(b) of the Act and paragraph 2(i)(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014.
- (i) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
  - i. The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements. Refer Note. No.33A and Note No.35 to the standalone financial statements.
  - ii. The Company has certain long-term contracts for which there are no material foreseeable losses. The Company did not have any derivative contracts at the year end.
  - 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 its knowledge and belief, no funds (which are material either individually or in the aggregate) other than those disclosed in the standalone financial statements have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including

- foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (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. (a) The final dividend proposed in the previous year, declared, and paid by the Company during the year is in accordance with Section 123 of the Act, as applicable. The Company has not paid any interim dividend during the year.
- (b) The Board of Directors of the Company have proposed final dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting. The amount of dividend proposed is in accordance with section 123 of the Act, as applicable. (Refer note.45) to the standalone financial statements).
- vi. Based on our examination which included test checks, the Company has used accounting software for maintaining its books of account, which have a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the respective software, except for the instances mentioned below:
- (i) The feature of recording audit trail (edit log) was not enabled at the application level for one software (Plant MIS) and at the database level for two software (Plant MIS,TAS) used for maintaining the books of accounts relating to maintenance of production and inventory accounting.
- In the case of one accounting software (SAP), which is used for maintaining the books of account relating to general ledger, inventory, sales and production, the database-level audit trail was enabled during the year, however no audit log files were found in the specified directory, and hence the effectiveness of database-level audit logging could not be verified.
- (ii) Daily backup schedule is not configured for one software relating to Material movement in Terminal Accounting system (TAS).
- The audit trail has been preserved by the Company for the accounting software, except for software (Plant MIS) as mentioned above.
- Further, for the periods where audit trail facility was enabled and operated throughout the year for respective accounting software, we did not come across any instance of the audit trail feature being tampered with.

**For R.G.N. Price & Co.,**  
Chartered Accountants  
Firm Registration No.002785S

**Sriraam Alevoor M**  
**Partner**

Place : Udupi, Karnataka

Date : 6<sup>th</sup> May 2025

M No. 221354

UDIN: 25221354BMMABH2578

## ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT

**[Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date to the Members of the Tamilnadu Petroproducts Limited ("the Company") on the standalone financial statements of the Company for the year ended 31<sup>st</sup> March 2025]**

To the best of our information and according to the explanations provided to us by the Company and the books of account and records examined by us in the normal course of audit, we state that:

i. In respect of the Company's Property, Plant and Equipment:

(a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment and relevant details of right-of-use assets.

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

(b) The Company has adopted a policy of physically verifying its Property, Plant and Equipment once in two years which in our opinion is reasonable having regard to the size of the Company and nature of its business. During the current year, Property, Plant and Equipment have been physically verified by the management and no material discrepancies were found.

(c) The title deeds of all immovable properties disclosed in the financial statements are held in the name of the Company as at the balance sheet date, except to the extent disclosed under note no.35C to the financial statements.

(d) The Company has not revalued any of its Property, Plant and Equipment during the year. The Company does not have any intangible assets.

(e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2025 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.

ii. (a) Physical verification of inventories has been conducted at reasonable intervals by the management and the coverage & procedure of such verification by the management is appropriate. The discrepancies noticed on physical verification of inventory were not 10% or more in aggregate of each class of inventory and these discrepancies have been properly dealt with in the books of accounts.

(b) The Company has been sanctioned working capital limits in excess of ₹5 crores, in aggregate, from banks on the basis of security of current assets during the year and has filed the quarterly returns or statements, with such banks. The said quarterly returns or statements

have been revised subsequent to the end of the year and such revised quarterly returns or statements are materially in agreement with the books of the accounts of the Company.

iii. During the year, the Company has not 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. Therefore, sub-clauses (a), (c) to (f) of this clause are not applicable.

As required by clause 3(iii)(b) of the Order, we report that the investments made during the year are not prejudicial to the Company's interest.

iv. The Company has not granted any loans nor any guarantee or security to the directors or to any company, body corporate or to any other person covered by section 185 & section 186 of the Act. The investments made by the Company are in compliance with section 186 of the Act.

v. The Company has not accepted any deposit or amounts which are deemed to be deposits under sections 73 to 76 or any other relevant provisions of the Act and rules made thereunder. Hence, reporting under clause 3(v) of the Order is not applicable.

vi. We have broadly reviewed the cost records maintained by the Company pursuant to the Companies (Cost Records and Audit) Rules, 2014 prescribed by the Central Government under section 148(1) of Act and are of the opinion that *prima facie* the prescribed cost records have been made and maintained. We have however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.

vii. (a) In our opinion, the Company is generally regular in depositing undisputed statutory dues, including goods and services tax, provident fund, employees' state insurance, income tax, sales tax, service tax, duty of custom, duty of excise, value added tax, cess and any other statutory dues applicable to it with the appropriate authorities.

There were no undisputed amounts payable in respect of the above statutory dues in arrears as at March 31, 2025 for a period of more than six months from the date they became payable.

(b) In respect of statutory dues referred to in clause (a) there are no dues which have not been deposited on account of any dispute as of 31<sup>st</sup> March 2025, except for:

| Nature of Statute                                                       | Nature of Dues                                  | Forum where dispute is pending | Financial Year                              | Amount Involved | Amount Unpaid |
|-------------------------------------------------------------------------|-------------------------------------------------|--------------------------------|---------------------------------------------|-----------------|---------------|
| Finance Act, 1994*                                                      | Service Tax                                     | CESTAT, Chennai                | 2011-12 to 2014-15                          | 102.47          | 97.35         |
| Excise Duty*                                                            | Excise Duty                                     | CESTAT, Chennai                | 2005-06 to 2009-10                          | 244.22          | 221.11        |
|                                                                         | Excise Duty                                     | Transition Credit (TRANS -1)   | 2016-17                                     | 66.45           | 60.41         |
| Customs Act                                                             | Customs Duty                                    | Deputy Commissioner of Customs | 1999-00                                     | 34.25           | 34.25         |
| Income Tax Act                                                          | Income Tax                                      | Supreme Court                  | 2001-02                                     | 2,645.60        | 123.56        |
|                                                                         |                                                 | CIT (Appeals)                  | 2015-16 & 2016-17                           | 1,340.23        | 1,274.71      |
|                                                                         |                                                 | DCIT/ A.O                      | 1999-00, 2005-06, 2008-09, 2012-13, 2013-14 | 4,295.59        | 822.97        |
| Tamilnadu Electricity Regulatory Commission (RPO) Regulations, 2010     | Renewable Purchase Obligation                   | Madras High Court              | 2010-11 to 2022-23                          | 3,069.67        | 3,069.67      |
| Tamilnadu Tax on Consumption or Sale of Electricity Amendment Act, 2007 | Electricity Tax                                 | Supreme Court                  | 2003-04 to 2008-09                          | 1,054.93        | 1,054.93      |
| Electricity Act, 2003                                                   | Cross Subsidy Charge under Group Captive Scheme | Madras High Court              | 2014-15 to 2016-17                          | 444.95          | 444.95        |
| TNERC (Grid connectivity and Intra-State Open Access) Regulations, 2014 | Cross Subsidy Surcharge                         | Madras High Court              | 2012-13 to 2013-14                          | 226.71          | 226.71        |
| Electricity Tax Act, 2003                                               | Electricity Cess                                | CEIG                           | 2011-12, 2012-13                            | 132.99          | 132.99        |
| National Green Tribunal Act, 2010                                       | Interim Environmental Compensation              | National Green Tribunal        | 2019-20                                     | 200.00          | 200.00        |
| TN Government Regulations                                               | Rent for leasehold land                         | Thasildar, Thiruvottiyur       | 1990-2020                                   | 9,224.34        | 9,224.34      |

\*Amount paid under protest ₹34.27 lakhs.

viii. There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

ix. In respect of loans available by the Company:

- The Company has not defaulted in repayment of loans or other borrowings or in the payment of any interest thereon to any banks.
- The Company has not been declared as wilful defaulter by any bank or financial institution or any other lender.
- The Company has utilized the money obtained by way of term loans during the year for the purposes for which they were obtained.
- The funds raised by the Company on short term basis during the year has not been utilized for long-term purposes.
- The Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries. The Company does not have any associates or joint ventures. The Company has not raised any loans during the year on the pledge of securities held in its subsidiaries.

- x. In respect of moneys raised:
  - a) The Company has not raised moneys by way of initial public offer or further public offer (Including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.
  - b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally convertible) and hence reporting under clause 3(x)(b) of the Order is not applicable.
- xi. a. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud by the Company or on the Company noticed or reported during the year, nor have we been informed of any such case by the Management.
- b. No report under sub-section (12) of section 143 of the 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 up to the date of this report.
- c. The Company has not received any whistle blower complaints during the year and up to the date of this report.
- xii. The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable.
- xiii. In our opinion, the Company is in compliance with Section 177 and 188 of the Act, with respect to applicable transactions with the related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. (a) In our opinion, the Company has an adequate internal audit system commensurate with the size and the nature of its business.
- (b) We have considered the internal audit reports for the year under audit, issued to the Company during the year and till date, in determining the nature, timing and extent of our audit procedures.
- xv. The Company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence the provisions of section 192 of the Act, are not applicable to the Company.
- xvi. (a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.
- (b) The Company has not conducted any Non-Banking Financial or Housing financing activities.
- (c) The Company or any other Company in the group is not a Core Investment Company as defined in the regulations made by the Reserve Bank of India and hence reporting under this clause is not applicable.
- xvii. The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- xviii. There has been no resignation of the statutory auditors of the Company during the year.
- xix. 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 and 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 indicating 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.
- xx. (a) There are no unspent amount towards Corporate Social Responsibility (CSR) activities other than ongoing projects requiring a transfer to a Fund specified in Schedule VII to the Act in compliance with second proviso to sub – section (5) of Section 135 of the said Act.
- (b) In respect of ongoing projects, the Company has transferred the unspent CSR amount as at the end of the previous financial year, to a special account within a period of 30 days from the end of the said financial year in compliance with the provision of section 135(6) of the Act.

**For R.G.N. Price & Co.,**  
Chartered Accountants  
Firm Registration No.002785S

**Sriiram Alevoor M**  
Partner  
M No. 221354  
UDIN: 25221354BMMABH2578

Place : Udupi, Karnataka  
Date : 6<sup>th</sup> May 2025

## ANNEXURE-B TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in Clause (f) of Paragraph 2 of Report on Other Legal and Regulatory Requirements of our report of even date on the standalone financial statements to the members of the Company, on the Internal Financial Controls with reference to financial statements for the year ended 31<sup>st</sup> March 2025.)

We have audited the internal financial controls with reference to financial statements of **Tamilnadu Petroproducts Limited** ('the Company') as of March 31, 2025 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

### Management's Responsibility for Internal Financial Controls

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

### Auditor's 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 and the Standards of Auditing, to the extent applicable to an audit of internal financial controls, both issued by the ICAI. Those Standards and 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 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 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 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 with reference to financial statements.

### Meaning of Internal Financial Controls with Reference to Financial Statements

A Company's internal financial control 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 control with reference to financial statement 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

According to the information and explanations given to us and based on our audit, the Company has, in all material respects, an adequate internal financial control with reference to financial statements and such internal financial control with reference to financial statements were operating effectively as at March 31, 2025 based on the internal financial control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note of Internal Financial Controls over Financial Reporting issued by ICAI.

**For R.G.N. Price & Co.,**  
Chartered Accountants  
Firm Registration No.002785S

**Sriraam Alevoor M**  
Partner

M.No.221354

UDIN: 25221354BMMABH2578

Place : Udupi, Karnataka  
Date : 6<sup>th</sup> May 2025

## Standalone Balance Sheet as at 31<sup>st</sup> March, 2025

| All amounts are in ₹ lakh unless otherwise stated                               |       |                                       |                                       |
|---------------------------------------------------------------------------------|-------|---------------------------------------|---------------------------------------|
| ASSETS                                                                          | Notes | As at<br>31 <sup>st</sup> March, 2025 | As at<br>31 <sup>st</sup> March, 2024 |
| <b>Non-Current Assets</b>                                                       |       |                                       |                                       |
| a) Property, Plant and Equipment                                                | 3A    | 27,564.19                             | 29,352.35                             |
| b) Capital Work-in-Progress                                                     | 3A    | 45,172.63                             | 7,303.43                              |
| c) Right of Use-Assets                                                          | 3B    | 978.31                                | 1,068.44                              |
| d) Financial Assets                                                             |       |                                       |                                       |
| i) Investments :                                                                |       |                                       |                                       |
| (a) Investment in Subsidiary                                                    | 4A    | 9,645.13                              | 9,645.13                              |
| (b) Other Investments                                                           | 4B    | 1,475.51                              | 1,492.44                              |
| ii) Other Financial Assets                                                      | 5     | 1,595.89                              | 1,511.49                              |
| e) Other Non-Current Assets                                                     | 6     | 7.36                                  | 10.02                                 |
| <b>Total - Non-current assets (A)</b>                                           |       | <b>86,439.02</b>                      | <b>50,383.30</b>                      |
| <b>Current assets</b>                                                           |       |                                       |                                       |
| a) Inventories                                                                  | 7     | 10,281.71                             | 12,285.68                             |
| b) Financial Assets                                                             |       |                                       |                                       |
| i) Trade Receivables                                                            | 8     | 8,729.19                              | 9,616.23                              |
| ii) Cash and Cash equivalents                                                   | 9A    | 5,500.20                              | 504.93                                |
| iii) Bank balances other than Cash and Cash equivalents                         | 9B    | 13,606.95                             | 25,455.76                             |
| iv) Other Financial Assets                                                      | 10    | 734.74                                | 978.10                                |
| c) Current Tax Assets (Net)                                                     | 11A   | 765.94                                | 1,460.01                              |
| d) Other Current assets                                                         | 11B   | 1,496.04                              | 1,642.27                              |
| <b>Total - Current assets (B)</b>                                               |       | <b>41,114.77</b>                      | <b>51,942.98</b>                      |
| Non-current assets held for sale (C)                                            |       | -                                     | -                                     |
| <b>TOTAL ASSETS [(A) + (B)+(C)]</b>                                             |       | <b>127,553.79</b>                     | <b>102,326.28</b>                     |
| <b>EQUITY AND LIABILITIES</b>                                                   |       |                                       |                                       |
| <b>Equity</b>                                                                   |       |                                       |                                       |
| a) Equity Share Capital                                                         | 12    | 8,997.15                              | 8,997.15                              |
| b) Other Equity                                                                 | 13    | 74,332.53                             | 70,226.72                             |
| <b>Total - Equity (A)</b>                                                       |       | <b>83,329.68</b>                      | <b>79,223.87</b>                      |
| <b>Liabilities</b>                                                              |       |                                       |                                       |
| <b>Non-Current Liabilities</b>                                                  |       |                                       |                                       |
| a) Financial Liabilities                                                        |       |                                       |                                       |
| i) Borrowings                                                                   | 14A   | 11,039.75                             | -                                     |
| (a) Lease Liabilities                                                           | 14B   | 1,379.71                              | 1,362.26                              |
| ii) Other Financial Liabilities                                                 | 14C   | 186.74                                | 179.24                                |
| b) Provisions                                                                   | 15    | 5,011.58                              | 5,018.88                              |
| c) Deferred Tax Liabilities (Net)                                               | 16    | 1,491.57                              | 1,499.91                              |
| d) Other Non-Current Liabilities                                                | 17    | 154.99                                | 162.45                                |
| <b>Total - Non-Current Liabilities (B)</b>                                      |       | <b>19,264.34</b>                      | <b>8,222.74</b>                       |
| <b>Current Liabilities</b>                                                      |       |                                       |                                       |
| a) Financial Liabilities                                                        |       |                                       |                                       |
| i) Borrowings                                                                   | 18A   | 1,003.61                              | 332.60                                |
| (a) Lease Liabilities                                                           | 18B   | 117.74                                | 104.14                                |
| ii) Trade Payables                                                              |       |                                       |                                       |
| – Total Outstanding dues of Micro & Small Enterprises                           | 19    | 411.31                                | 557.48                                |
| – Total Outstanding dues of creditors other than Micro & Small Enterprises      |       | 7,339.89                              | 9,607.44                              |
| iii) Other Financial Liabilities                                                | 20    | 11,077.83                             | 1,630.75                              |
| b) Other Current Liabilities                                                    | 21    | 3,917.04                              | 1,393.91                              |
| c) Provisions                                                                   | 22    | 1,092.35                              | 1,253.35                              |
| <b>Total - Current Liabilities (C)</b>                                          |       | <b>24,959.77</b>                      | <b>14,879.67</b>                      |
| <b>Total Liabilities [(B) + (C)]</b>                                            |       | <b>44,224.11</b>                      | <b>23,102.41</b>                      |
| <b>TOTAL EQUITY AND LIABILITIES [(A) + (B) + (C)]</b>                           |       | <b>127,553.79</b>                     | <b>102,326.28</b>                     |
| Basis of preparation, measurement and material accounting policies              | 2     |                                       |                                       |
| This is Balance sheet referred to in our report of even date.                   |       |                                       |                                       |
| The accompanying notes form an integral part of Standalone Financial Statements |       |                                       |                                       |

In terms of our report attached

**For R.G.N. Price & Co.**  
Chartered Accountants  
Firm Regn No.002785S

**For and on behalf of the Board of Directors**

**Sriiram Alevoor M**  
Partner  
M.No. 221354

**Manish Nagpal**  
Director  
DIN: 03169160

**D Senth Kumar**  
Managing Director  
DIN:00202578

Place : Chennai  
Date : 06<sup>th</sup> May, 2025

**C.Parthiban**  
Chief Financial Officer

**Sangeetha Sekar**  
Company Secretary  
M.No. A31391

## Standalone Statement of Profit and Loss for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ lakh unless otherwise stated

|                                                                                                                       | Notes                                             | Year ended<br>31 <sup>st</sup> March, 2025                  | Year ended<br>31 <sup>st</sup> March, 2024 |
|-----------------------------------------------------------------------------------------------------------------------|---------------------------------------------------|-------------------------------------------------------------|--------------------------------------------|
| <b>INCOME</b>                                                                                                         |                                                   |                                                             |                                            |
| Revenue from Operations                                                                                               | 23                                                | 182,677.75                                                  | 166,857.17                                 |
| Other Income                                                                                                          | 24                                                | 1,993.70                                                    | 2,829.40                                   |
| <b>TOTAL INCOME</b>                                                                                                   |                                                   | <b>184,671.45</b>                                           | <b>169,686.57</b>                          |
| <b>EXPENSES</b>                                                                                                       |                                                   |                                                             |                                            |
| Cost of Materials Consumed                                                                                            | 25                                                | 108,640.06                                                  | 95,500.10                                  |
| Purchase of Stock-in-Trade                                                                                            | 26                                                | 859.06                                                      | 74.17                                      |
| Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade                                         | 27                                                | 1,035.43                                                    | 1,890.36                                   |
| Employee Benefits Expense                                                                                             | 28                                                | 5,458.12                                                    | 4,938.70                                   |
| Finance Costs                                                                                                         | 29                                                | 625.63                                                      | 717.98                                     |
| Depreciation and Amortisation Expense                                                                                 | 30                                                | 2,526.08                                                    | 2,262.45                                   |
| Other Expenses                                                                                                        | 31                                                | 60,264.36                                                   | 57,201.27                                  |
| <b>TOTAL EXPENSE</b>                                                                                                  |                                                   | <b>179,408.74</b>                                           | <b>162,585.03</b>                          |
| <b>PROFIT BEFORE EXCEPTIONAL ITEMS AND TAX</b>                                                                        |                                                   | <b>5,262.71</b>                                             | <b>7,101.54</b>                            |
| Exceptional items - Income / (Expenses)                                                                               | 32                                                | 1,850.27                                                    | (1,402.08)                                 |
| <b>PROFIT AFTER EXCEPTIONAL ITEMS AND BEFORE TAX</b>                                                                  |                                                   | <b>7,112.98</b>                                             | <b>5,699.46</b>                            |
| <b>TAX EXPENSES</b>                                                                                                   |                                                   |                                                             |                                            |
| - Current tax                                                                                                         |                                                   | 1,978.80                                                    | 1,214.28                                   |
| - Deferred tax                                                                                                        | 16                                                | (8.34)                                                      | 207.01                                     |
| <b>TOTAL TAX EXPENSE</b>                                                                                              |                                                   | <b>1,970.46</b>                                             | <b>1,421.29</b>                            |
| <b>PROFIT FOR THE YEAR</b>                                                                                            |                                                   | <b>5,142.52</b>                                             | <b>4,278.17</b>                            |
| <b>OTHER COMPREHENSIVE INCOME (OCI)</b>                                                                               |                                                   |                                                             |                                            |
| i) Items that will not be reclassified to Profit or (Loss)                                                            |                                                   |                                                             |                                            |
| - Re-measurement of Defined Benefit Plan (Net of Tax)                                                                 |                                                   | 42.96                                                       | (3.94)                                     |
| <b>OTHER COMPREHENSIVE INCOME / (LOSSES)</b>                                                                          |                                                   | <b>42.96</b>                                                | <b>(3.94)</b>                              |
| <b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>                                                                        |                                                   | <b>5,185.48</b>                                             | <b>4,274.23</b>                            |
| Earnings Per Equity Share of ₹ 10 each (Previous year - ₹ 10 each)                                                    |                                                   |                                                             |                                            |
| Basic and Diluted                                                                                                     |                                                   | 5.72                                                        | 4.76                                       |
| Basis of preparation, measurement and material accounting policies                                                    | 2                                                 |                                                             |                                            |
| This is Statement of Profit and Loss referred to in our report of even date.                                          |                                                   |                                                             |                                            |
| The accompanying notes form an integral part of Standalone Financial Statements                                       |                                                   |                                                             |                                            |
| In terms of our report attached<br><b>For R.G.N. Price &amp; Co.</b><br>Chartered Accountants<br>Firm Regn No.002785S |                                                   | <b>For and on behalf of the Board of Directors</b>          |                                            |
| <b>Sriraam Alevoor M</b><br>Partner<br>M.No. 221354                                                                   | <b>Manish Nagpal</b><br>Director<br>DIN: 03169160 | <b>D Senth Kumar</b><br>Managing Director<br>DIN:00202578   |                                            |
| Place : Chennai<br>Date : 06 <sup>th</sup> May, 2025                                                                  | <b>C.Parthiban</b><br>Chief Financial Officer     | <b>Sangeetha Sekar</b><br>Company Secretary<br>M.No. A31391 |                                            |

## Standalone Statement of Changes in Equity for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

|                                                 | As at<br>31 <sup>st</sup> March, 2025 | As at<br>31 <sup>st</sup> March, 2024 |
|-------------------------------------------------|---------------------------------------|---------------------------------------|
| <b>A. Equity Share Capital</b>                  |                                       |                                       |
| Balance as at the beginning of the year         | 8,997.15                              | 8997.15                               |
| Changes in equity share capital during the year | -                                     | -                                     |
| Restated balance at the beginning of the year   | 8997.15                               | 8997.15                               |
| Changes in equity share capital during the year | -                                     | -                                     |
| Balance as at the end of the year               | 8997.15                               | 8997.15                               |

### B. Other Equity

|                                                    | Reserves and Surplus |                    |                                       | Other Comprehensive Income            | Total      |
|----------------------------------------------------|----------------------|--------------------|---------------------------------------|---------------------------------------|------------|
|                                                    | General Reserve      | Securities Premium | Surplus in Statement of Profit & Loss | Remeasurement of Defined Benefit Plan |            |
| Balance as at April 01, 2023                       | 16,918.79            | 4,611.57           | 46,169.44                             | (397.74)                              | 67,302.06  |
| Profit for the year                                | -                    | -                  | 4,278.17                              | -                                     | 4,278.17   |
| Dividend on Equity Shares                          | -                    | -                  | (1,349.57)                            | -                                     | (1,349.57) |
| Remeasurement of Defined Benefit Plan (Net of Tax) | -                    | -                  | -                                     | (3.94)                                | (3.94)     |
| Balance as at March 31, 2024                       | 16,918.79            | 4,611.57           | 49,098.04                             | (401.68)                              | 70,226.72  |
| Balance as at April 01, 2024                       | 16,918.79            | 4,611.57           | 49,098.04                             | (401.68)                              | 70,226.72  |
| Profit for the year                                | -                    | -                  | 5,142.52                              | -                                     | 5,142.52   |
| Dividend on Equity Shares                          | -                    | -                  | (1,079.67)                            | -                                     | (1,079.67) |
| Remeasurement of Defined Benefit Plan (Net of Tax) | -                    | -                  | -                                     | 42.96                                 | 42.96      |
| Balance as at March 31, 2025                       | 16,918.79            | 4,611.57           | 53,160.89                             | (358.72)                              | 74,332.53  |

This is the Statement of Changes in Equity referred to in our report of even date.

|                                                                                                                       |  |  |                                                             |  |  |
|-----------------------------------------------------------------------------------------------------------------------|--|--|-------------------------------------------------------------|--|--|
| In terms of our report attached<br><b>For R.G.N. Price &amp; Co.</b><br>Chartered Accountants<br>Firm Regn No.002785S |  |  | <b>For and on behalf of the Board of Directors</b>          |  |  |
| <b>Sriraam Alevoor M</b><br>Partner<br>M.No. 221354                                                                   |  |  | <b>Manish Nagpal</b><br>Director<br>DIN: 03169160           |  |  |
| Place : Chennai<br>Date : 06 <sup>th</sup> May, 2025                                                                  |  |  | <b>D Senthikumar</b><br>Managing Director<br>DIN:00202578   |  |  |
|                                                                                                                       |  |  | <b>Sangeetha Sekar</b><br>Company Secretary<br>M.No. A31391 |  |  |
|                                                                                                                       |  |  | <b>C.Parthiban</b><br>Chief Financial Officer               |  |  |

## Standalone Cash Flow Statement for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ lakh unless otherwise stated

|                                                                               | Year ended<br>31 <sup>st</sup> March, 2025 | Year ended<br>31 <sup>st</sup> March, 2024 |
|-------------------------------------------------------------------------------|--------------------------------------------|--------------------------------------------|
| <b>A CASH FLOWS FROM OPERATING ACTIVITIES:</b>                                |                                            |                                            |
| Profit Before Tax after exceptional items                                     | 7,112.98                                   | 5,699.46                                   |
| <b>Adjustments for:</b>                                                       |                                            |                                            |
| Depreciation on Property, Plant and Equipment, ROU assets,                    | 2,526.08                                   | 2,262.45                                   |
| (Profit)/Loss on Sale of Property, Plant and Equipment                        | 151.52                                     | (491.74)                                   |
| Profit on Sale of Investment                                                  | (4.37)                                     | (2.35)                                     |
| Finance costs                                                                 | 625.63                                     | 717.98                                     |
| Interest income                                                               | (1,954.80)                                 | (1,713.43)                                 |
| Provision for diminution in the value of investment                           | -                                          | 15.59                                      |
| Employee benefit obligation - Actuarial                                       | 57.41                                      | (5.27)                                     |
|                                                                               | <u>1,401.47</u>                            | <u>783.23</u>                              |
| <b>Operating profit before working capital changes</b>                        | <b>8,514.45</b>                            | <b>6,482.69</b>                            |
| <b>Adjustments for (Increase) / Decrease in Operating Assets:</b>             |                                            |                                            |
| - Inventories                                                                 | 2,003.97                                   | 4,507.96                                   |
| - Trade receivables                                                           | 887.04                                     | 4,270.19                                   |
| - Other financial assets                                                      | (77.05)                                    | (114.01)                                   |
| - Other assets                                                                | 146.23                                     | 897.84                                     |
|                                                                               |                                            |                                            |
| <b>Adjustments for Increase / (Decrease) in Operating Liabilities:</b>        |                                            |                                            |
| - Trade payables                                                              | (2,413.72)                                 | 907.21                                     |
| - Provision and other current liabilities                                     | 2,347.39                                   | 230.28                                     |
| - Other financial liabilities                                                 | 9,414.56                                   | (583.13)                                   |
|                                                                               | <u>12,308.42</u>                           | <u>10,116.34</u>                           |
| <b>Cash generated from operations</b>                                         | <b>20,822.87</b>                           | <b>16,599.03</b>                           |
| Income Tax paid (Net of refunds)                                              | (1,304.60)                                 | (1,468.60)                                 |
| <b>Net cash (used in) / generated from operating activities - (A)</b>         | <b>19,518.27</b>                           | <b>15,130.43</b>                           |
| <b>B CASH FLOWS FROM INVESTING ACTIVITIES:</b>                                |                                            |                                            |
| Capital Expenditure (Including Capital Work In Progress and Capital Advances) | (38,686.67)                                | (4,480.39)                                 |
| Proceeds from sale of Property, Plant and Equipment and Investment Property   | 18.15                                      | 581.00                                     |
| Proceeds from Sale of Investments                                             | 4.37                                       | 2.35                                       |
| Investments (in)/Redemption of Equity shares                                  | 16.92                                      | (807.29)                                   |
| Proceeds/(Investment) in Fixed deposits with Bank                             | 11,848.81                                  | (3,562.07)                                 |
| Interest received                                                             | 2,190.81                                   | 1,481.13                                   |
|                                                                               | <u>(24,607.61)</u>                         | <u>(6,785.27)</u>                          |
| <b>Net cash (used in) / generated from investing activities - (B)</b>         | <b>(24,607.61)</b>                         | <b>(6,785.27)</b>                          |
| <b>C CASH FLOWS FROM FINANCING ACTIVITIES:</b>                                |                                            |                                            |
| Payment of lease liabilities                                                  | (104.14)                                   | (104.14)                                   |
| (Repayment) / Proceeds from Long-term borrowings                              | 11,039.75                                  |                                            |
| (Repayment) / Proceeds from Short-term borrowings                             | 671.01                                     | (5,859.16)                                 |
| Finance costs                                                                 | (490.44)                                   | (580.87)                                   |
| Dividends paid                                                                | (1,031.57)                                 | (1,297.92)                                 |
| <b>Net cash (used in)/generated financing activities - C</b>                  | <b>10,084.61</b>                           | <b>(7,842.09)</b>                          |
|                                                                               | <u>10,084.61</u>                           | <u>(7,842.09)</u>                          |

## Standalone Cash Flow Statement for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ lakh unless otherwise stated

|                                                                  | Year ended<br>31 <sup>st</sup> March, 2025 | Year ended<br>31 <sup>st</sup> March, 2024 |
|------------------------------------------------------------------|--------------------------------------------|--------------------------------------------|
| Net increase/(decrease) in cash and cash equivalents – (A+B+C)   | <u>4,995.27</u>                            | <u>503.07</u>                              |
| Add: Cash and cash equivalents at the beginning of the year      | 504.93                                     | 1.86                                       |
| Cash and cash equivalents at the end of the year (Refer Note 9A) | <u>5,500.20</u>                            | <u>504.93</u>                              |
| Net increase / (decrease) in cash and cash equivalents           | <u><u>4,995.27</u></u>                     | <u><u>503.07</u></u>                       |

The above Cash Flow Statement has been prepared under the “ Indirect Method” as set out in Indian Accounting Standard (IND AS 7) - Statement of Cash Flow.

Figures in bracket represent cash out flows

This is Statement of Cash Flow referred to in our report of even date.

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

### Change in Liability arising from Financing Activities:

|                                      | 1 <sup>st</sup> April, 2024 | Cash flows               | 31 <sup>st</sup> March, 2025 |
|--------------------------------------|-----------------------------|--------------------------|------------------------------|
| Borrowing – Current (Refer Note 18A) | <u>332.60</u>               | <u>671.01</u>            | <u>1,003.61</u>              |
|                                      | <u><u>332.60</u></u>        | <u><u>671.01</u></u>     | <u><u>1,003.61</u></u>       |
|                                      | 1 <sup>st</sup> April, 2023 | Cash flows               | 31 <sup>st</sup> March, 2024 |
| Borrowing – Current (Refer Note 18A) | <u>6,191.76</u>             | <u>(5,859.16)</u>        | <u>332.60</u>                |
|                                      | <u><u>6,191.76</u></u>      | <u><u>(5,859.16)</u></u> | <u><u>332.60</u></u>         |

In terms of our report attached

**For R.G.N. Price & Co.**

Chartered Accountants

Firm Regn No.002785S

**For and on behalf of the Board of Directors**

**Sriraam Alevoor M**

Partner

M.No. 221354

**Manish Nagpal**

Director

DIN: 03169160

**D Senth Kumar**

Managing Director

DIN:00202578

Place : Chennai

Date : 06<sup>th</sup> May, 2025

**C.Parthiban**

Chief Financial Officer

**Sangeetha Sekar**

Company Secretary

M.No. A31391

## Notes forming part of the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

### 1. General Information:

#### Company Information

Tamilnadu Petroproducts Limited (the 'Company') is a public limited company domiciled in India with its registered office located at Manali Express Highway, Manali, Chennai - 600068 jointly promoted by Tamilnadu Industrial Development Corporation Limited (TIDCO) and Southern Petrochemical Industries Corporation Limited (SPIC). The Company is listed on the Bombay Stock Exchange (BSE) and the National Stock Exchange (NSE).

The Company is primarily engaged in the manufacturing and sale of petrochemical products viz., Linear Alkyl Benzene (LAB), Caustic Soda (CS lye), Chlorine and Propylene Oxide at its facilities situated at Manali, Chennai.

### 2. Basis of preparation, measurement and material accounting policies

#### 2.1 Basis of Preparation and Measurement

##### (a) Basis of preparation:

These financial statements have been prepared in accordance with the Indian Accounting Standards (hereinafter referred to as the 'Ind AS') as notified by Ministry of Corporate Affairs ('MCA') pursuant to Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time.

The standalone financial statements have been prepared on accrual and going concern basis. The accounting policies are applied consistently to all the periods presented in the standalone financial statements.

##### (b) Basis of measurement:

These financial statements are prepared under the historical cost convention unless otherwise indicated.

#### 2.2 Key accounting estimates and judgments:

In the application of the Company's accounting policies the Management of the Company is required to make judgments, estimates and assumptions about the carrying amounts of assets and liabilities, revenue and expenses that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below:

The areas involving critical estimates or judgments are:

- i. **Depreciation:** Depreciation is based on management estimates of the future useful life and residual value of certain class of property, plant and equipment and ROU assets. Useful life and residual value of an asset is determined by the Management at the time an asset is acquired and reviewed periodically, including at each financial year end. The lives are based on historical experience with similar assets as well as anticipation of future events, which may impact their life.
- ii. **Employee Benefits:** The present value of the employee benefits obligations depends on a number of factors that are determined on an actuarial basis using a number of assumptions. The assumptions used in determining the net cost (income) includes the discount rate, wage escalation and employee attrition. Any changes in these assumptions will impact the carrying amount of obligations. The discount rate is based on the prevailing market yields of Indian Government securities as at the balance sheet date for the estimated term of the obligations. Actuarial gains/losses relating to defined benefit obligation is recognized in Other Comprehensive income. The sensitivity analysis for changes in estimates is disclosed under relevant Notes.
- iii. **Provision and contingencies:** Provisions and contingencies are based on the Management's best estimate of the liabilities based on the facts known at the balance sheet date.
- iv. **Estimation of net realizable value of inventories:** Inventories are stated at the lower of cost and net realizable value. In estimating the net realizable value of inventories, the Company makes an estimate of future selling prices and cost necessary to make the sale.

## Notes forming part of the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

- v. **Fair valuation:** Fair value is the market based measurement of observable market transaction or available market information of an asset or liability.
- vi. **Taxes:** Significant judgments are required in determining the provision for taxes including the amount expected to be paid/recovered for uncertain tax positions.

The principal accounting policies are set out below:

### 2.3 Revenue recognition:

The Company derives revenue primarily from sale of industrial intermediate chemicals viz Linear Alkyl Benzene, Caustic Soda Lye and its Derivatives, besides Propylene Oxide.

Revenue from sale of goods or services is recognized when it is probable that the entity will collect the consideration to which it will be entitled in exchange for the goods or services that will be transferred to the customer.

Revenue from sale of products is recognized when control of products being sold is transferred to customer and when there are no longer any unfulfilled obligations. The performance obligations in contracts are considered as fulfilled in accordance with the terms agreed with the respective customers.

Revenue towards satisfaction of a performance obligation is measured at the amount of transaction price (net of variable consideration) allocated to that performance obligation. The transaction price of goods sold and services rendered is net of variable consideration on account of various discounts and schemes offered by the Company as part of the contract.

The Company considers the terms of the contract and its customary business practices to determine the transaction price. The transaction price is the amount of consideration to which an entity expects to be entitled in exchange for transferring promised goods or services to a customer, excluding amounts collected on behalf of third parties (taxes collected on behalf of Government etc.) .

Interest income is recognized using effective interest method. Dividend income is recognized at the time when the right to receive is established by the reporting date. Other incomes have been recognized on accrual basis in the financial statements, except when there is uncertainty of collection. Foreign currency gain or loss is reported on net basis and includes gain or loss in respect of concluded forward contracts.

#### Export Incentive:

Export benefits in the nature of focus market scheme are accrued in the year of exports based on the eligibility taking into consideration the prevailing regulations/policies and when there is no uncertainty in receiving the same. Adjustments, if any, to the amounts recognized in accordance with the accounting policy, based on final determination by the authorities, would be dealt with appropriately in the year of final determination and acceptance.

### 2.4 Foreign currencies:

In preparing the financial statements of the Company, transactions in currencies other than the entity's functional currency (foreign currencies) are recognized at the rates of exchange prevailing at the dates of the transactions. At the end of each reporting period, monetary items denominated in foreign currencies are retranslated at the rates prevailing at that date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing at the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated.

Exchange differences on monetary items are recognized in profit or loss in the period in which they arise except for exchange differences on transactions entered into in order to hedge certain foreign currency risks which are recognised in Other comprehensive income and later to statement of profit and loss.

### 2.5 Borrowing costs:

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

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

All other borrowing costs are expensed in the period in which they are incurred.

## Notes forming part of the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

### 2.6 Employee benefits:

Employee benefits include contributions to Provident Fund (PF), Employee State Insurance (ESI) scheme, gratuity fund and payment of compensated absences to eligible employees.

#### a) Defined contribution plans:

The Company's contribution to PF and ESI scheme are considered as defined contribution plans and are recognized as an expense in the Statement of Profit and Loss when employees have rendered service entitling them to the contributions. The Company has no further obligations beyond the monthly contribution to these schemes.

#### b) Defined benefit plans:

For defined benefit plans in the form of gratuity fund, the cost of providing benefits is determined using the projected unit credit method, with actuarial valuations being carried out by an independent actuary at the end of each reporting period. Defined benefit costs are categorized as follows:

- Service cost (including current service cost, past service cost, as well as gains and losses on curtailments and settlements);
- Net interest expense or income; and
- Re-measurement

The Company presents the first two components of defined benefit costs in profit or loss in the line item 'Employee benefits expense'. Net interest is calculated by applying the discount rate at the beginning of the period to the net defined benefit liability or asset. Re-measurement, comprising actuarial gains and losses, the effect of the changes to the asset ceiling (if applicable) and the return on plan assets (excluding net interest), is reflected immediately in the balance sheet with a charge or credit recognized in other comprehensive income in the period in which they occur. Re-measurement recognized in other comprehensive income is reflected immediately in retained earnings and is not reclassified to profit or loss. Curtailment gains and losses are accounted for as past service costs. Past service cost is recognized in profit or loss in the period of a plan amendment.

The obligation recognized in the balance sheet represents the actual deficit or surplus in the Company's defined benefit plans. Any surplus resulting from this calculation is limited to the present value of any economic benefits available in the form of refunds from the plans or reductions in future contributions to the plans.

#### c) Short-term employee benefits:

Short-term employee benefits including accumulated compensated absences as at the Balance Sheet date are recognized as an expense as per Company's schemes based on expected obligation on an undiscounted basis.

#### d) Other long-term employee benefits:

Other long-term employee benefit comprise of compensated absences which is provided for based on the actuarial valuation carried out as at the end of the year.

Liabilities recognized in respect of other long-term employee benefits are measured at the present value of the estimated future cash outflows expected to be made by the Company in respect of services provided by employees up to the reporting date.

### 2.7 Taxes on Income:

Income tax expense comprises current and deferred taxes. Income tax expense is recognized in the Statement of Profit and Loss except to the extent it relates to items recognized directly in equity, in which case it is recognized in equity.

#### • Current tax

Current tax is determined as the amount of tax payable in respect of taxable income for the year as determined in accordance with the applicable tax rates and the provisions of the Income-tax Act, 1961.

Current tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity).

The Company offsets current tax assets and current tax liabilities, where it has a legally enforceable right to set off the recognized amounts and where it intends either to settle on a net basis or to realise the assets and settle the liability simultaneously.

## Notes forming part of the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

### • Deferred tax

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognized for all taxable temporary differences. Deferred tax assets are generally recognized for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences and tax losses can be utilized. Such deferred tax assets and liabilities are not recognized if the temporary difference arises from the initial recognition (other than in a business combination) of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit. Deferred tax assets include unused tax credits.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realized, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax relating to items recognised outside the Statement of Profit and Loss is recognised outside Statement of Profit and Loss (either in other comprehensive income or in equity).

## 2.8 Property, plant and equipment, Right-of-use assets and Capital Work-in-Progress

### A. Owned Assets

Property, plant and equipment are stated in the Balance Sheet at cost less accumulated depreciation and accumulated impairment losses, if any. Cost includes purchase price, attributable expenditure incurred in bringing the asset to its working condition for the intended use and cost of borrowing till the date of capitalization in the case of assets involving material investment and substantial lead time.

Assets in the course of construction for production, supply or administrative purposes are carried at cost, less any recognized impairment loss. Depreciation of these assets, on the same basis as other property assets, commences when the assets are ready for their intended use.

Items such as spare parts, stand-by equipment and servicing equipment that meet the definition of property, plant and equipment are capitalized at cost and depreciated over their useful life. Costs in nature of repairs and maintenance are recognized in the Statement of Profit and Loss as and when incurred. Subsequent expenditures relating to property, plant and equipment is capitalized only when it is probable that future economic benefits associated with these will flow to the company and the cost of the item can be measured reliably.

Depreciation is provided on the straight-line method as per the useful life prescribed in Schedule II to the Companies Act, 2013 except in respect of following categories of assets in whose case the life of certain assets has been assessed based on technical advice taking into account the nature of the asset, the estimated usage of the asset, the operating condition of the asset, past history of replacement, maintenance support etc.

- i) Plant and Machinery – 5 to 25 years
- ii) Office Equipment - 3 years
- iii) Furniture & Fixtures - 5 years
- iv) Vehicles - 5 years

Each major part of property, plant and equipment with a cost that is significant in relation to its total cost of the item is capitalized and depreciated separately.

The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis. Land is not depreciated.

An item of property, plant and equipment is derecognized upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognized in the statement of profit or loss.

## Notes forming part of the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

### B. Leased Assets:

The Company's lease asset classes primarily consist of leases for Land, Buildings and Plant & Machinery. The Company assesses whether a contract contains a lease, at inception of a contract. A contract contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether:

- (i) the contract involves the use of an identified asset
- (ii) the Company has substantially all of the economic benefits from use of the asset through the period of the lease and
- (iii) the Company has the right to direct the use of the asset.

At the date of commencement of the lease, the Company recognises a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and leases of low value assets. For these short-term and leases of low value assets, the Company recognises the lease payments as an operating expense on a straight-line basis over the term of the lease.

Right-of-use assets are depreciated from the commencement date on a straight-line basis over the lease term of the underlying asset.

The ROU assets are initially recognised at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement.

Lease liability and ROU asset have been separately presented in the Balance Sheet and payment towards lease liabilities have been classified as financing cash flows.

### C. Capital work-in-progress

Capital work-in-progress comprises of property, plant and equipment that are not ready for their intended use at the end of reporting period and are carried at cost comprising direct costs, related incidental expenses, other directly attributable costs and borrowing costs.

## 2.9 Impairment of assets:

The Company assesses at each reporting date whether there is an indication that an asset/cash generating unit may be impaired. If any indication exists the Company estimates the recoverable amount of such assets and if carrying amount exceeds the recoverable amount, impairment is recognized. The recoverable amount is the higher of the fair value less its cost of disposal and its value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using an appropriate pre-tax discount factor.

Investments in subsidiaries and associates are reviewed for impairment if there is an indication that carrying amount may not be recoverable.

Impairment losses, if any, are recognized in the statement of profit and loss and included in the depreciation and amortization expense. When there is indication that previously recognized impairment loss no longer exists or may have decreased due to change in estimates used to determine the asset's recoverable amount since the last impairment loss was recognized such reversal of impairment loss is recognized in the statement of profit or loss. The increased carrying amount of an asset attributable to a reversal of an impairment loss does not exceed the carrying amount that would have been determined (net of amortization or depreciation) had no impairment loss been recognized for the asset in prior years.

## 2.10 Inventories:

Raw materials and other inventories are valued at lower of cost and net realizable value. However, materials and other items held for use in production of inventories are not written down below cost if the finished goods in which they will be incorporated are expected to be sold at or above cost. Net realizable value represents the estimated selling price of inventories less all estimated costs of completion and costs necessary to make the sale.

The method of determination of cost of various categories of inventories is as follows:

- Raw material, Stores and spares – Weighted average cost.
- Finished goods and Work-in-progress – Weighted average cost of production which comprises of direct material costs, direct wages and applicable overheads.

## Notes forming part of the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

### ➤ Stock-in-trade – Weighted average cost.

Cost of inventory comprises all costs of purchase, duties, taxes (other than those subsequently recoverable from tax authorities) and all other costs incurred in bringing the inventory to their present location and condition. Cost of finished goods and work-in-progress includes the cost of raw materials, packing materials, an appropriate share of fixed and variable production overheads and other costs incurred in bringing the inventories to their present location and condition'.

Fixed overheads are allocated on the basis of normal operating capacity.

Goods in transit are stated at actual cost incurred up to the reporting date.

### 2.11 Exceptional item:

Significant gains/losses or expenses incurred arising from external events that is not expected to recur are disclosed as 'Exceptional item'.

### 2.12 Provisions, contingent liabilities and contingent assets:

Provisions are recognized only when there is a present obligation (legal and constructive) as a result of past events and when a reasonable estimate of the amount of obligation can be made. The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. When a provision measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of the time value of money is material).

Contingent liabilities are disclosed for (i) possible obligation which will be confirmed only by future events not wholly within the control of the Company or (ii) present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.

When there is a possible obligation or a present obligation in respect of which likelihood of outflow of resources embodying economic benefits is remote, no provision or disclosure is made.

Contingent assets are not recognized. It is disclosed only when the inflow of economic benefits is probable.

### 2.13 Assets held for sale:

Non-current assets or disposal groups comprising of assets and liabilities are classified as 'held for sale' when all the following criteria are met: (i) decision has been made to sell, (ii) the assets are available for immediate sale in its present condition, (iii) the assets are being actively marketed and (iv) sale has been agreed or is expected to be concluded within 12 months of the Balance Sheet date.

Subsequently, such non-current assets and disposal groups classified as 'held for sale' are measured at the lower of its carrying value and fair value less costs to sell. Non-current assets held for sale are not depreciated or amortised.

### 2.14 Financial instruments:

Financial assets and financial liabilities are recognized when the Company becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognized immediately in profit or loss.

#### Financial assets:

All regular way purchases or sales of financial assets are recognized and derecognized on a trade date basis. Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets within the timeframe established by regulation or convention in the marketplace.

All recognized financial assets are subsequently measured in their entirety at either amortized cost or fair value, depending on the classification of the financial assets.

## Notes forming part of the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

### Classification of financial assets:

Debt instruments that meet the following conditions are subsequently measured at amortized cost (except for debt instruments that are designated as at fair value through profit or loss on initial recognition):

- the asset is held within a business model whose objective is to hold assets in order to collect contractual cash flows; and
- the contractual terms of the instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Debt instruments that meet the following conditions are subsequently measured at fair value through other comprehensive income (except for debt instruments that are designated as at fair value through profit or loss on initial recognition):

- the asset is held within a business model whose objective is achieved both by collecting contractual cash flows and selling financial assets; and
- the contractual terms of the instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Interest income is recognized in profit or loss for Fair value through other Comprehensive income (FVTOCI) debt instruments. For the purposes of recognizing foreign exchange gains and losses, FVTOCI debt instruments are treated as financial assets measured at amortized cost. Thus, the exchange differences on the amortized cost are recognized in profit or loss and other changes in the fair value of FVTOCI financial assets are recognized in other comprehensive income and accumulated under the heading of 'Reserve for debt instruments through other comprehensive income'. When the investment is disposed of, the cumulative gain or loss previously accumulated in this reserve is reclassified to profit or loss.

All other financial assets are subsequently measured at fair value.

### 2.15 Effective interest method:

The effective interest method is a method of calculating the amortized cost of a debt instrument and of allocating interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the debt instrument, or, where appropriate, a shorter period, to the net carrying amount on initial recognition.

Income is recognized on an effective interest basis for debt instruments other than those financial assets classified as at FVTPL. Interest income is recognized in profit or loss and is included in the "Other income" line item.

### 2.16 Investments in Subsidiaries, Associates and Joint Ventures:

Investments in Subsidiaries, Associates and Joint Ventures are carried at cost less accumulated impairment losses, if any. Where an indication of impairment exists, the carrying amount of the investment is assessed and written down immediately to its recoverable amount. On disposal of investments in subsidiaries, associates and joint venture, the difference between net disposal proceeds and the carrying amounts are recognised in the Statement of Profit and Loss.

### 2.17 Impairment of financial assets:

The Company applies the expected credit loss model for recognizing impairment loss on financial assets measured at amortized cost, trade receivables, and other contractual rights to receive cash or other financial asset, and financial guarantees not designated as at FVTPL.

Expected credit losses are the weighted average of credit losses with the respective risks of default occurring as the weights. Credit loss is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the Company expects to receive (i.e. all cash shortfalls), discounted at the original effective interest rate (or credit-adjusted effective interest rate for purchased or originated credit-impaired financial assets). The Company estimates cash flows by considering all contractual terms of the financial instrument through the expected life of that financial instrument.

The Company measures the loss allowance for a financial instrument at an amount equal to the lifetime expected credit losses if the credit risk on that financial instrument has increased significantly since initial recognition. If the credit risk on a financial instrument has not increased significantly since initial recognition, the Company measures the loss allowance for that financial instrument at an amount equal to 12-month expected credit losses. 12-month expected credit losses are portion

## Notes forming part of the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

of the lifetime expected credit losses and represent the lifetime cash shortfalls that will result if default occurs within the 12 months after the reporting date and thus, are not cash shortfalls that are predicted over the next 12 months.

If the Company measured loss allowance for a financial instrument at lifetime expected credit loss model in the previous period, but determines at the end of a reporting period that the credit risk has not increased significantly since initial recognition due to improvement in credit quality as compared to the previous period, the Company again measures the loss allowance based on 12-month expected credit losses.

When making the assessment of whether there has been a significant increase in credit risk since initial recognition, the Company uses the change in the risk of a default occurring over the expected life of the financial instrument instead of the change in the amount of expected credit losses. To make that assessment, the Company compares the risk of a default occurring on the financial instrument as at the reporting date with the risk of a default occurring on the financial instrument as at the date of initial recognition and considers reasonable and supportable information, that is available without undue cost or effort, that is indicative of significant increases in credit risk since initial recognition.

For trade receivables or any contractual right to receive cash or another financial asset that result from transactions that are within the scope of Ind AS 11 and Ind AS 18, the Company always measures the loss allowance at an amount equal to lifetime expected credit losses.

Further, for the purpose of measuring lifetime expected credit loss allowance for trade receivables, the Company has used a practical expedient as permitted under Ind AS 109. This expected credit loss allowance is computed based on a provision matrix which takes into account historical credit loss experience and adjusted for forward-looking information.

The impairment requirements for the recognition and measurement of a loss allowance are equally applied to debt instruments at FVTOCI except that the loss allowance is recognized in other comprehensive income and is not reduced from the carrying amount in the balance sheet.

### 2.18 Derecognition of financial assets:

The Company derecognizes a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party. If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognizes its retained interest in the asset and an associated liability for amounts it may have to pay. If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognize the financial asset and also recognizes a collateralized borrowing for the proceeds received.

On derecognition of a financial asset in its entirety, the difference between the asset's carrying amount and the sum of the consideration received and receivable and the cumulative gain or loss that had been recognized in other comprehensive income and accumulated in equity is recognized in profit or loss if such gain or loss would have otherwise been recognized in profit or loss on disposal of that financial asset.

On derecognition of a financial asset other than in its entirety, the Company allocates the previous carrying amount of the financial asset between the part it continues to recognize under continuing involvement, and the part it no longer recognizes on the basis of the relative fair values of those parts on the date of the transfer. The difference between the carrying amount allocated to the part that is no longer recognized and the sum of the consideration received for the part no longer recognized and any cumulative gain or loss allocated to it that had been recognized in other comprehensive income is recognized in profit or loss if such gain or loss would have otherwise been recognized in profit or loss on disposal of that financial asset.

A cumulative gain or loss that had been recognized in other comprehensive income is allocated between the part that continues to be recognized and the part that is no longer recognized on the basis of the relative fair values of those parts.

### 2.19 Foreign exchange gains and losses:

The fair value of financial assets denominated in a foreign currency is determined in that foreign currency and translated at the spot rate at the end of each reporting period.

- For foreign currency denominated financial assets measured at amortized cost and FVTPL, the exchange differences are recognized in profit or loss except for those which are designated as hedging instruments in a hedging relationship.
- Changes in the carrying amount of investments in equity instruments at FVTOCI relating to changes in foreign currency rates are recognized in other comprehensive income.

## Notes forming part of the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

For the purposes of recognizing foreign exchange gains and losses, FVTOCI debt instruments are treated as financial assets measured at amortized cost. Thus, the exchange differences on the amortized cost are recognized in profit or loss and other changes in the fair value of FVTOCI financial assets are recognized in other comprehensive income.

### 2.20 Financial liabilities and equity instruments:

#### a. Classification as debt or equity

Debt and equity instruments issued by the Company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

#### b. Equity instruments

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by the Company are recognized at the proceeds received, net of direct issue costs.

Repurchase of the Company's own equity instruments is recognized and deducted directly in equity. No gain or loss is recognized in profit or loss on the purchase, sale, issue or cancellation of the Company's own equity instruments.

#### c. Financial liabilities

All financial liabilities are subsequently measured at amortized cost using the effective interest method or at FVTPL.

However, financial liabilities that arise when a transfer of a financial asset does not qualify for derecognition or when the continuing involvement approach applies, financial guarantee contracts issued by the Company, and commitments issued by the Company to provide a loan at below-market interest rate are measured in accordance with the specific accounting policies set out below.

#### d. Financial liabilities at FVTPL

Financial liabilities are classified as at FVTPL when the financial liability is either contingent consideration recognized by the Company as an acquirer in a business combination to which Ind AS 103 applies or is held for trading or it is designated as at FVTPL.

A financial liability is classified as held for trading if:

- it has been incurred principally for the purpose of repurchasing it in the near term; or
- on initial recognition it is part of a portfolio of identified financial instruments that the Company manages together and has a recent actual pattern of short-term profit-taking; or
- It is a derivative that is not designated and effective as a hedging instrument.

A financial liability other than a financial liability held for trading or contingent consideration recognized by the Company as an acquirer in a business combination to which Ind AS 103 applies, may be designated as at FVTPL upon initial recognition if:

- such designation eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise;
- the financial liability forms part of group of financial assets or financial liabilities or both, which is managed and its performance is evaluated on a fair value basis, in accordance with the Company's documented risk management or investment strategy, and information about the grouping is provided internally on that basis; or
- it forms part of a contract containing one or more embedded derivatives, and Ind AS 109 permits the entire combined contract to be designated as at FVTPL in accordance with Ind AS 109.

Financial liabilities at FVTPL are stated at fair value, with any gains or losses arising on remeasurement recognized in profit or loss. The net gain or loss recognized in profit or loss incorporates any interest paid on the financial liability and is included in the 'Other income' line item.

However, for non-held-for-trading financial liabilities that are designated as at FVTPL, the amount of change in the fair value of the financial liability that is attributable to changes in the credit risk of that liability is recognized in other comprehensive income, unless the recognition of the effects of changes in the liability's credit risk in other comprehensive income would create or enlarge an accounting mismatch in profit or loss, in which case these effects of changes in credit risk are recognized in profit or loss. The remaining amount of change in the fair value of liability

## Notes forming part of the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

is always recognized in profit or loss. Changes in fair value attributable to a financial liability's credit risk that are recognized in other comprehensive income are reflected immediately in retained earnings and are not subsequently reclassified to profit or loss.

Gains or losses on financial guarantee contracts and loan commitments issued by the Company that are designated by the Company as at fair value through profit or loss are recognized in profit or loss.

### **e. Financial liabilities subsequently measured at amortized cost**

Financial liabilities that are not held-for-trading and are not designated as at FVTPL are measured at amortized cost at the end of subsequent accounting periods. The carrying amounts of financial liabilities that are subsequently measured at amortized cost are determined based on the effective interest method. Interest expense that is not capitalized as part of costs of an asset is included in the 'Finance costs' line item.

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

### **f. Foreign exchange gains and losses**

For financial liabilities that are denominated in a foreign currency and are measured at amortized cost at the end of each reporting period, the foreign exchange gains and losses are determined based on the amortized cost of the instruments and are recognized in 'Other income'.

The fair value of financial liabilities denominated in a foreign currency is determined in that foreign currency and translated at the spot rate at the end of the reporting period. For financial liabilities that are measured as at FVTPL, the foreign exchange component forms part of the fair value gains or losses and is recognized in profit or loss.

### **g. De-recognition of financial liabilities**

The Company derecognizes financial liabilities when, and only when, the Company's obligations are discharged, cancelled or have expired. An exchange between lenders of debt instruments with substantially different terms is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. Similarly, a substantial modification of the terms of an existing financial liability (whether or not attributable to the financial difficulty of the debtor) is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. The difference between the carrying amount of the financial liability derecognized and the consideration paid and payable is recognized in profit or loss.

## Notes forming part of the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

As at  
31<sup>st</sup> March, 2025      As at  
31<sup>st</sup> March, 2024

### 3A (a) Property, Plant and Equipment and Capital work-in-progress

|                                            |                  |                  |
|--------------------------------------------|------------------|------------------|
| Land                                       | 1,687.33         | 1,687.33         |
| Buildings                                  | 59.84            | 87.68            |
| Plant and Machinery                        | 25,741.62        | 27,480.16        |
| Furniture and Fixtures                     | 39.81            | 21.18            |
| Office Equipments                          | 20.04            | 39.11            |
| Vehicles                                   | 15.55            | 36.89            |
| <b>Total Property, Plant and Equipment</b> | <b>27,564.19</b> | <b>29,352.35</b> |

### (b) Capital work-in-progress

|                                       |                  |                 |
|---------------------------------------|------------------|-----------------|
| - Capital work-in-Progress            | 45,172.63        | 7,303.43        |
| <b>Total Capital work-in-Progress</b> | <b>45,172.63</b> | <b>7,303.43</b> |

| Gross Block                                       | Land            | Buildings       | Plant & Machinery | Furniture & Fixtures | Office Equipment | Vehicles     | Total            |
|---------------------------------------------------|-----------------|-----------------|-------------------|----------------------|------------------|--------------|------------------|
| Opening balance as at 1 <sup>st</sup> April, 2023 | 1,687.33        | 1,067.95        | 34,715.08         | 37.50                | 181.15           | 74.77        | 37,763.78        |
| - Additions                                       | -               | 29.36           | 7,882.64          | 12.63                | 49.89            | 10.68        | 7,985.20         |
| - Disposals                                       | -               | -               | (8.94)            | -                    | (6.06)           | (20.43)      | (35.43)          |
| <b>Balance at 31<sup>st</sup> March, 2024</b>     | <b>1,687.33</b> | <b>1,097.31</b> | <b>42,588.78</b>  | <b>50.13</b>         | <b>224.98</b>    | <b>65.02</b> | <b>45,713.55</b> |
| - Additions                                       | -               | -               | 784.07            | 27.03                | 6.37             | -            | 817.47           |
| - Disposals                                       | -               | -               | (886.95)          | (9.98)               | (73.05)          | (27.49)      | (997.47)         |
| <b>Balance at 31<sup>st</sup> March, 2025</b>     | <b>1,687.33</b> | <b>1,097.31</b> | <b>42,485.90</b>  | <b>67.18</b>         | <b>158.30</b>    | <b>37.53</b> | <b>45,533.55</b> |

| Accumulated Depreciation and Impairment               | Land            | Buildings       | Plant & Machinery | Furniture & Fixtures | Office Equipment | Vehicles     | Total            |
|-------------------------------------------------------|-----------------|-----------------|-------------------|----------------------|------------------|--------------|------------------|
| Opening balance as at 1 <sup>st</sup> April, 2023     | -               | 942.76          | 13,048.23         | 25.41                | 169.72           | 30.20        | 14,216.32        |
| - Depreciation expense                                | -               | 66.87           | 2,066.04          | 3.54                 | 22.21            | 13.66        | 2,172.32         |
| - Eliminated on disposals                             | -               | -               | (5.65)            | -                    | (6.06)           | (15.73)      | (27.44)          |
| <b>Balance at 31<sup>st</sup> March, 2024</b>         | <b>-</b>        | <b>1,009.63</b> | <b>15,108.62</b>  | <b>28.95</b>         | <b>185.87</b>    | <b>28.13</b> | <b>16,361.20</b> |
| - Depreciation expense                                | -               | 27.84           | 2,365.28          | 6.30                 | 23.58            | 12.95        | 2,435.95         |
| - Eliminated on disposals                             | -               | -               | (729.62)          | (7.88)               | (71.19)          | (19.10)      | (827.79)         |
| <b>Balance at 31<sup>st</sup> March, 2025</b>         | <b>-</b>        | <b>1,037.47</b> | <b>16,744.28</b>  | <b>27.37</b>         | <b>138.26</b>    | <b>21.98</b> | <b>17,969.36</b> |
| <b>Carrying amount at 31<sup>st</sup> March, 2025</b> | <b>1,687.33</b> | <b>59.84</b>    | <b>25,741.62</b>  | <b>39.81</b>         | <b>20.04</b>     | <b>15.55</b> | <b>27,564.19</b> |
| <b>Carrying amount at 31<sup>st</sup> March, 2024</b> | <b>1,687.33</b> | <b>87.68</b>    | <b>27,480.16</b>  | <b>21.18</b>         | <b>39.11</b>     | <b>36.89</b> | <b>29,352.35</b> |

| Capital work-in-progress movement                 | Total            |
|---------------------------------------------------|------------------|
| Opening balance as at 1 <sup>st</sup> April, 2023 | 10,808.24        |
| - Additions during the year                       | 3,898.36         |
| - Capitalised during the year                     | (7,403.17)       |
| <b>Balance at 31<sup>st</sup> March, 2024</b>     | <b>7,303.43</b>  |
| - Additions during the year                       | 38,678.87        |
| - Capitalised during the year                     | (809.67)         |
| <b>Balance at 31<sup>st</sup> March, 2025</b>     | <b>45,172.63</b> |

## Notes forming part of the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

### 3A (b) Capital work-in-progress ageing

(i) Ageing for capital work-in-progress as at March 31, 2025 is as follows:

| Capital work-in-progress       | Amount in Capital work-in-progress for a period of |                 |                 |                   | Total            |
|--------------------------------|----------------------------------------------------|-----------------|-----------------|-------------------|------------------|
|                                | Less than 1 year                                   | 1-2 years       | 2-3 years       | more than 3 years |                  |
| Projects in progress           | 37,946.85                                          | 3,587.04        | 1,115.39        | 2,523.35          | 45,172.63        |
| Projects temporarily suspended | -                                                  | -               | -               | -                 | -                |
| <b>Total</b>                   | <b>37,946.85</b>                                   | <b>3,587.04</b> | <b>1,115.39</b> | <b>2,523.35</b>   | <b>45,172.63</b> |

Note : For capital work in progress, as the cost has not exceeded its initial budget, no disclosure has been provided by the company.

(ii) Ageing for capital work-in-progress as at March 31, 2024 is as follows:

| Capital work-in-progress       | Amount in Capital work-in-progress for a period of |                 |                 |                   | Total           |
|--------------------------------|----------------------------------------------------|-----------------|-----------------|-------------------|-----------------|
|                                | Less than 1 year                                   | 1-2 years       | 2-3 years       | more than 3 years |                 |
| Projects in progress           | 3,664.69                                           | 1,115.39        | 2,415.14        | 108.21            | 7,303.43        |
| Projects temporarily suspended | -                                                  | -               | -               | -                 | -               |
| <b>Total</b>                   | <b>3,664.69</b>                                    | <b>1,115.39</b> | <b>2,415.14</b> | <b>108.21</b>     | <b>7,303.43</b> |

As at  
31<sup>st</sup> March, 2025      31<sup>st</sup> March, 2024

### 3B Right-of-Use Asset

|                    |               |                 |
|--------------------|---------------|-----------------|
| Right-of-Use Asset | <u>978.31</u> | <u>1,068.44</u> |
|                    | <b>978.31</b> | <b>1,068.44</b> |

| Gross Block                                            | Leasehold Land | Leasehold Building | Total           |
|--------------------------------------------------------|----------------|--------------------|-----------------|
| <b>Opening balance as at 1<sup>st</sup> April 2023</b> | <b>690.55</b>  | <b>604.02</b>      | <b>1,294.57</b> |
| - Additions                                            | -              | -                  | -               |
| - Deletions                                            | -              | -                  | -               |
| <b>Balance at 31<sup>st</sup> March 2024</b>           | <b>690.55</b>  | <b>604.02</b>      | <b>1294.57</b>  |
| - Additions                                            | -              | -                  | -               |
| - Deletions                                            | -              | -                  | -               |
| <b>Balance at 31<sup>st</sup> March 2025</b>           | <b>690.55</b>  | <b>604.02</b>      | <b>1294.57</b>  |

| Accumulated Depreciation                                | Leasehold Land | Leasehold Building | Total           |
|---------------------------------------------------------|----------------|--------------------|-----------------|
| <b>Opening balance as at 1<sup>st</sup> April 2023</b>  | <b>63.29</b>   | <b>72.71</b>       | <b>136.00</b>   |
| - Depreciation expense                                  | 23.02          | 67.11              | 90.13           |
| - Deletions                                             | -              | -                  | -               |
| <b>Balance at 31<sup>st</sup> March 2024</b>            | <b>86.31</b>   | <b>139.82</b>      | <b>226.13</b>   |
| - Depreciation expense                                  | 23.02          | 67.11              | 90.13           |
| - Deletions                                             | -              | -                  | -               |
| <b>Balance at 31<sup>st</sup> March 2025</b>            | <b>109.33</b>  | <b>206.93</b>      | <b>316.26</b>   |
| <b>Net book value as on 31<sup>st</sup> March 2025</b>  | <b>581.22</b>  | <b>397.09</b>      | <b>978.31</b>   |
| <b>Net book value as on 31<sup>st</sup> March, 2024</b> | <b>604.24</b>  | <b>464.20</b>      | <b>1,068.44</b> |

## Notes forming part of the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

|                                                                                                 | As at<br>31 <sup>st</sup> March, 2025 | As at<br>31 <sup>st</sup> March, 2024 |
|-------------------------------------------------------------------------------------------------|---------------------------------------|---------------------------------------|
| <b>4. Investments</b>                                                                           |                                       |                                       |
| <b>Non-current investments:</b>                                                                 |                                       |                                       |
| <b>Investments at Cost:</b>                                                                     |                                       |                                       |
| <b>(A) Investment in a subsidiary - Equity Shares (fully paid) - Unquoted</b>                   |                                       |                                       |
| Certus Investments & Trading Limited, Mauritius                                                 |                                       |                                       |
| 2,04,190 (31 <sup>st</sup> March 2024: 2,04,190) Equity shares of US \$ 100 each fully paid-up. | 9,645.13                              | 9,645.13                              |
| <b>Total - Investment in subsidiary (A)</b>                                                     | <b>9,645.13</b>                       | <b>9,645.13</b>                       |
| <b>(B) Other Investments: Unquoted</b>                                                          |                                       |                                       |
| (a) Ushdev Engitech Limited                                                                     |                                       |                                       |
| 22,463 (31 <sup>st</sup> March 2024 : 22,463) Equity Shares of ₹ 10 each fully paid-up          | 2.24                                  | 2.24                                  |
| Less: Provision for diminution in fair value                                                    | (2.24)                                | (2.24)                                |
| (b) Watsun Infrabuild Private Limited                                                           |                                       |                                       |
| 8,80,000 (31 <sup>st</sup> March 2024 : 880,000) Equity shares of ₹10 each fully paid-up        | 88.00                                 | 88.00                                 |
| (c) AM Foundation                                                                               |                                       |                                       |
| 1,600 (31 <sup>st</sup> March 2024: 1,600) Equity shares of ₹ 10 each fully paid-up             | 0.16                                  | 0.16                                  |
| (d) Nagai Power Private Limited                                                                 |                                       |                                       |
| 133,440 (31 <sup>st</sup> March 2024 : 133,440) Equity shares of ₹10 each fully paid-up         | 13.35                                 | 13.35                                 |
| Less: Provision for diminution in fair value                                                    | (13.35)                               | (13.35)                               |
| (e) Dalavaipuram Renewables Private Limited                                                     |                                       |                                       |
| 1,38,73,542 (31 <sup>st</sup> March 2024 : 58,00,548) Equity shares of ₹10 each fully paid-up   | 1,387.35                              | 1,387.35                              |
| (f) SEPC Power (Private) Limited                                                                |                                       |                                       |
| 1,00,000 (31 <sup>st</sup> March 2024 : 100,000) Equity shares of ₹10 each fully paid-up        | -                                     | 16.93                                 |
| <b>Total - Other investments (B)</b>                                                            | <b>1,475.51</b>                       | <b>1,492.44</b>                       |
| <b>Aggregate amount of unquoted investments (A+B)</b>                                           | <b>11,120.64</b>                      | <b>11,137.57</b>                      |
| <b>5. Other financial assets</b>                                                                |                                       |                                       |
| Security deposits                                                                               | 1,595.89                              | 1,511.49                              |
|                                                                                                 | <b>1,595.89</b>                       | <b>1,511.49</b>                       |
| <b>6. Other Non-Current assets</b>                                                              |                                       |                                       |
| Others                                                                                          | 7.36                                  | 10.02                                 |
|                                                                                                 | <b>7.36</b>                           | <b>10.02</b>                          |
| <b>7. Inventories</b>                                                                           |                                       |                                       |
| - Raw materials                                                                                 | 6,101.47                              | 6,955.97                              |
| - Finished goods                                                                                | 1,846.12                              | 2,881.55                              |
| - Stores and spares                                                                             | 2,334.12                              | 2,448.16                              |
|                                                                                                 | <b>10,281.71</b>                      | <b>12,285.68</b>                      |

**Note:**

Finished goods are valued at lower of cost and net realisable value and raw material, Stores and spares, Work-in-progress are valued at weighted average cost.

## Notes forming part of the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

|                                                                  | As at<br>31 <sup>st</sup> March, 2025 | As at<br>31 <sup>st</sup> March, 2024 |
|------------------------------------------------------------------|---------------------------------------|---------------------------------------|
| <b>8. Trade receivables#</b>                                     |                                       |                                       |
| Considered good - Secured                                        | -                                     | -                                     |
| Considered good - Unsecured                                      | 8,729.19                              | 9,616.23                              |
| Trade Receivables which have significant increase in credit risk | -                                     | -                                     |
| Trade Receivables - Credit impaired                              | 33.73                                 | 33.73                                 |
| Impairment Allowance (Allowance for doubtful debts)              | (33.73)                               | (33.73)                               |
|                                                                  | <u>8,729.19</u>                       | <u>9,616.23</u>                       |

Note: #refer note no. 39

### 8(A) Ageing for trade receivables – Current outstanding as at March 31, 2025 is as follows:

| Trade receivables                                                                  | Not due         | Outstanding for following periods from due date of payment |                   |              |             |                   |                 |
|------------------------------------------------------------------------------------|-----------------|------------------------------------------------------------|-------------------|--------------|-------------|-------------------|-----------------|
|                                                                                    |                 | Less than 6 months                                         | 6 months - 1 year | 1-2 Years    | 2-3 years   | More than 3 years | Total           |
| (i) Undisputed Trade receivables - considered good                                 | 6,835.91        | 1,893.28                                                   | -                 | -            | -           | -                 | 8,729.19        |
| (ii) Undisputed Trade Receivables - which have significant increase in credit risk | -               | -                                                          | -                 | -            | -           | -                 | -               |
| (iii) Undisputed Trade Receivables - credit impaired                               | -               | 9.93                                                       | 7.01              | 10.39        | 3.07        | 3.33              | 33.73           |
| (iv) Disputed Trade Receivables - considered good                                  | -               | -                                                          | -                 | -            | -           | -                 | -               |
| (v) Disputed Trade Receivables - which have significant increase in credit risk    | -               | -                                                          | -                 | -            | -           | -                 | -               |
| (vi) Disputed Trade Receivables - credit impaired                                  | -               | -                                                          | -                 | -            | -           | -                 | -               |
| <b>Total</b>                                                                       | <b>6,835.91</b> | <b>1,903.21</b>                                            | <b>7.01</b>       | <b>10.39</b> | <b>3.07</b> | <b>3.33</b>       | <b>8,762.92</b> |
| Less: Allowance for doubtful trade receivables                                     |                 |                                                            |                   |              |             |                   | (33.73)         |
| <b>Total Trade Receivables</b>                                                     |                 |                                                            |                   |              |             |                   | <b>8,729.19</b> |

### 8(B) Ageing for trade receivables – Current outstanding as at March 31, 2024 is as follows:

| Trade receivables                                                                  | Not due         | Outstanding for following periods from due date of payment |                   |             |             |                   |                 |
|------------------------------------------------------------------------------------|-----------------|------------------------------------------------------------|-------------------|-------------|-------------|-------------------|-----------------|
|                                                                                    |                 | Less than 6 months                                         | 6 months - 1 year | 1-2 Years   | 2-3 years   | More than 3 years | Total           |
| (i) Undisputed Trade receivables - considered good                                 | 8,681.47        | 934.76                                                     | -                 | -           | -           | -                 | 9,616.23        |
| (ii) Undisputed Trade Receivables - which have significant increase in credit risk | -               | -                                                          | -                 | -           | -           | -                 | -               |
| (iii) Undisputed Trade Receivables - credit impaired                               | -               | 26.30                                                      | -                 | 3.38        | 0.30        | 3.75              | 33.73           |
| (iv) Disputed Trade Receivables — considered good                                  | -               | -                                                          | -                 | -           | -           | -                 | -               |
| (v) Disputed Trade Receivables - which have significant increase in credit risk    | -               | -                                                          | -                 | -           | -           | -                 | -               |
| (vi) Disputed Trade Receivables - credit impaired                                  | -               | -                                                          | -                 | -           | -           | -                 | -               |
| <b>Total</b>                                                                       | <b>8,681.47</b> | <b>961.06</b>                                              | <b>-</b>          | <b>3.38</b> | <b>0.30</b> | <b>3.75</b>       | <b>9,649.96</b> |
| Less: Allowance for doubtful trade receivables                                     |                 |                                                            |                   |             |             |                   | (33.73)         |
| <b>Total Trade Receivables</b>                                                     |                 |                                                            |                   |             |             |                   | <b>9,616.23</b> |

## Notes forming part of the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

|                                                                                                             | As at<br>31 <sup>st</sup> March, 2025 | As at<br>31 <sup>st</sup> March, 2024 |
|-------------------------------------------------------------------------------------------------------------|---------------------------------------|---------------------------------------|
| <b>9(A) Cash and Cash equivalents</b>                                                                       |                                       |                                       |
| Balances with Banks                                                                                         |                                       |                                       |
| - In current accounts                                                                                       | 5,498.30                              | 503.19                                |
| Cash on hand                                                                                                | 1.90                                  | 1.74                                  |
| <b>Total (A)</b>                                                                                            | <b>5,500.20</b>                       | <b>504.93</b>                         |
| <b>9(B) Bank balances other than Cash and Cash equivalents</b>                                              |                                       |                                       |
| Unspent CSR account                                                                                         | 51.73                                 | 68.14                                 |
| Margin money deposits                                                                                       | 3,075.55                              | 2,958.52                              |
| Unclaimed dividend account (Refer note 21)                                                                  | 452.54                                | 404.44                                |
| Other Fixed deposits <sup>#</sup>                                                                           | 10,027.13                             | 22,024.66                             |
| <b>Total (B)</b>                                                                                            | <b>13,606.95</b>                      | <b>25,455.76</b>                      |
| <b>Total Cash and Cash equivalents (A+B)</b>                                                                | <b>19,107.15</b>                      | <b>25,960.69</b>                      |
| <sup>#</sup> represents deposits with original maturity more than three months but less than twelve months. |                                       |                                       |
| <b>10. Other Financial Assets</b>                                                                           |                                       |                                       |
| Security deposits                                                                                           | 73.83                                 | 81.19                                 |
| Interest accrued on Deposits                                                                                | 660.91                                | 896.91                                |
|                                                                                                             | <b>734.74</b>                         | <b>978.10</b>                         |
| <b>11(A) Current Tax Assets (Net)</b>                                                                       |                                       |                                       |
| Advance income tax (net of provision)                                                                       | 765.94                                | 1,460.01                              |
|                                                                                                             | <b>765.94</b>                         | <b>1,460.01</b>                       |
| <b>11(B) Other Current assets</b>                                                                           |                                       |                                       |
| Advances given to Suppliers                                                                                 | 599.14                                | 687.09                                |
| Prepaid expenses                                                                                            | 753.38                                | 867.90                                |
| Advances paid - Gratuity                                                                                    | 57.08                                 | -                                     |
| Balances with Government Authorities                                                                        |                                       |                                       |
| (i) GST credit receivable                                                                                   | 49.51                                 | 49.70                                 |
| (ii) Balances with Customs, Sales tax and Excise Authorities                                                | 34.27                                 | 34.27                                 |
| Others                                                                                                      | 2.66                                  | 3.31                                  |
|                                                                                                             | <b>1,496.04</b>                       | <b>1,642.27</b>                       |

\* Refers to unamortised portion of deposits paid for usage of Effluent Treatment Plant and Leased Premises.

## Notes forming part of the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

|                                                                                                   | As at<br>31 <sup>st</sup> March, 2025 | As at<br>31 <sup>st</sup> March, 2024 |
|---------------------------------------------------------------------------------------------------|---------------------------------------|---------------------------------------|
| <b>12. Equity Share Capital:</b>                                                                  |                                       |                                       |
| <b>Authorised Share capital :</b>                                                                 |                                       |                                       |
| 200,000,000 (as at 31 <sup>st</sup> March 2024: 200,000,000) fully paid equity shares of ₹10 each | <b>20,000.00</b>                      | 20,000.00                             |
| <b>Issued</b>                                                                                     |                                       |                                       |
| 89,976,899 (as at 31 <sup>st</sup> March 2024: 89,976,899) equity shares of ₹10 each              | <b>8,997.69</b>                       | 8,997.69                              |
| <b>Subscribed and fully paid up</b>                                                               |                                       |                                       |
| 89,971,474 (as at 31 <sup>st</sup> March 2024: 89,971,474) equity shares of ₹10 each              | <b>8,997.15</b>                       | 8,997.15                              |
|                                                                                                   | <b><u>8,997.15</u></b>                | <u>8,997.15</u>                       |

**12.01** In December 1993, the company came out with Rights cum Public Issue of Equity Shares. The difference between issued and subscribed capital of 5,425 shares (previous year 5,425 shares) is due to said shares kept in abeyance under Section 126 of the Companies Act, 2013.

**12.02** There has been no movement in the Share Capital during the period. The Company has only one class of equity shares having a par value of ₹10 per share. Each holder of the equity shares is entitled to one vote per share. In the event of repayment of Share Capital, the same will be in proportion to the number of equity shares held.

|                                                  | Number of shares  | Amount   |
|--------------------------------------------------|-------------------|----------|
| <b>Balance as at 1<sup>st</sup> April, 2023</b>  | 89,971,474        | 8,997.15 |
| Movements                                        | -                 | -        |
| <b>Balance as at 31<sup>st</sup> March, 2024</b> | 89,971,474        | 8,997.15 |
| Movements                                        | -                 | -        |
| <b>Balance as at 31<sup>st</sup> March, 2025</b> | <b>89,971,474</b> | 8,997.15 |

### 12.03 Details of shareholdings by the Promoters of the Company

| Promoters Name                                        | As at 31 <sup>st</sup> March, 2025 |              | As at 31 <sup>st</sup> March, 2024 |              | % Change in the year |
|-------------------------------------------------------|------------------------------------|--------------|------------------------------------|--------------|----------------------|
|                                                       | No. of shares held                 | % of holding | No. of shares held                 | % of holding |                      |
| <b>Fully paid-up equity shares</b>                    |                                    |              |                                    |              |                      |
| Tamilnadu Industrial Development Corporation Limited  | <b>15,843,751</b>                  | <b>17.61</b> | 15,843,751                         | 17.61        | -                    |
| Southern Petrochemical Industries Corporation Limited | <b>15,234,375</b>                  | <b>16.93</b> | 15,234,375                         | 16.93        | -                    |
| <b>Total Promoters' shareholding outstanding</b>      | <b>31,078,126</b>                  | <b>34.54</b> | 31,078,126                         | 34.54        | -                    |

### 12.04 Details of equity shares held by shareholders holding more than 5% of the aggregate shares in the Company

| Shareholder Name                                      | As at 31 <sup>st</sup> March, 2025 |              | As at 31 <sup>st</sup> March, 2024 |              |
|-------------------------------------------------------|------------------------------------|--------------|------------------------------------|--------------|
|                                                       | No. of shares held                 | % of holding | No. of shares held                 | % of holding |
| <b>Fully paid-up equity shares</b>                    |                                    |              |                                    |              |
| Tamilnadu Industrial Development Corporation Limited  | <b>15,843,751</b>                  | <b>17.61</b> | 15,843,751                         | 17.61        |
| Southern Petrochemical Industries Corporation Limited | <b>15,234,375</b>                  | <b>16.93</b> | 15,234,375                         | 16.93        |
| <b>Total outstanding</b>                              | <b>31,078,126</b>                  | <b>34.54</b> | 31,078,126                         | 34.54        |

## Notes forming part of the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

|                                                                                                                                                                                                                                                                                                                               | As at<br>31 <sup>st</sup> March, 2025 | As at<br>31 <sup>st</sup> March, 2024 |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------|---------------------------------------|
| <b>13. Other Equity</b>                                                                                                                                                                                                                                                                                                       |                                       |                                       |
| <b>(A) I. Reserves and Surplus</b>                                                                                                                                                                                                                                                                                            |                                       |                                       |
| A. General reserve                                                                                                                                                                                                                                                                                                            | 16,918.79                             | 16,918.79                             |
| B. Securities premium                                                                                                                                                                                                                                                                                                         | 4,611.57                              | 4,611.57                              |
| C. Surplus in Statement of Profit and Loss                                                                                                                                                                                                                                                                                    | 53,160.89                             | 49,098.04                             |
| <b>II. Other Comprehensive income</b>                                                                                                                                                                                                                                                                                         |                                       |                                       |
| D. Remeasurement of Defined Benefit Liabilities                                                                                                                                                                                                                                                                               | (358.72)                              | (401.68)                              |
|                                                                                                                                                                                                                                                                                                                               | <u>74,332.53</u>                      | <u>70,226.72</u>                      |
| <b>A. General reserve</b>                                                                                                                                                                                                                                                                                                     |                                       |                                       |
| Balance at beginning of year                                                                                                                                                                                                                                                                                                  | 16,918.79                             | 16,918.79                             |
| Movement during the year                                                                                                                                                                                                                                                                                                      | -                                     | -                                     |
| <b>Balance at end of year</b>                                                                                                                                                                                                                                                                                                 | <u>16,918.79</u>                      | <u>16,918.79</u>                      |
| <b>B. Securities premium</b>                                                                                                                                                                                                                                                                                                  |                                       |                                       |
| Balance at beginning of year                                                                                                                                                                                                                                                                                                  | 4,611.57                              | 4,611.57                              |
| Movement during the year                                                                                                                                                                                                                                                                                                      | -                                     | -                                     |
| <b>Balance at end of year</b>                                                                                                                                                                                                                                                                                                 | <u>4,611.57</u>                       | <u>4,611.57</u>                       |
| <b>C. Surplus in Statement of Profit and Loss</b>                                                                                                                                                                                                                                                                             |                                       |                                       |
| Balance at beginning of year                                                                                                                                                                                                                                                                                                  | 49,098.04                             | 46,169.44                             |
| (Add): Profit after tax for the year                                                                                                                                                                                                                                                                                          | 5,142.52                              | 4,278.17                              |
| Less: Dividend                                                                                                                                                                                                                                                                                                                | (1,079.67)                            | (1,349.57)                            |
| <b>Closing balance</b>                                                                                                                                                                                                                                                                                                        | <u>53,160.89</u>                      | <u>49,098.04</u>                      |
| <b>D. Re-measurement of Defined Benefit Plan</b>                                                                                                                                                                                                                                                                              |                                       |                                       |
| Balance at beginning of year                                                                                                                                                                                                                                                                                                  | (401.68)                              | (397.74)                              |
| Movement during the year                                                                                                                                                                                                                                                                                                      | 42.96                                 | (3.94)                                |
| <b>Closing balance</b>                                                                                                                                                                                                                                                                                                        | <u>(358.72)</u>                       | <u>(401.68)</u>                       |
| <b>(B) Nature and purpose of reserves</b>                                                                                                                                                                                                                                                                                     |                                       |                                       |
| a. <b>General Reserve:</b> This Reserve is created by an appropriation from one component of equity generally surplus in statement of Profit and Loss (Retained Earnings) to another, not being an item of Other Comprehensive Income. The same can be utilized in accordance with the provisions of the Companies Act, 2013. |                                       |                                       |
| b. <b>Securities Premium:</b> This Reserve represents the premium on issue of shares in earlier years and can be utilized in accordance with the provisions of the Companies Act, 2013.                                                                                                                                       |                                       |                                       |
| c. <b>Surplus in Statement of Profit and Loss:</b> Surplus in Statement of Profit and Loss are the profits that the Company has earned till date, less any transfers to general reserve, dividends or other distributions paid to shareholder.                                                                                |                                       |                                       |
| d. <b>Items of Other Comprehensive Income - Remeasurements of Net Defined Benefit Plans</b>                                                                                                                                                                                                                                   |                                       |                                       |
| It represent different between actuarial assumption on interest income on Plan asset and actuals, besides movement in plan liabilities due to changes in actuarial assumptions including experience adjustments.                                                                                                              |                                       |                                       |

## Notes forming part of the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

|                                                                                                                                                                                                                                                                                                                                                                                                                | As at<br>31 <sup>st</sup> March, 2025 | As at<br>31 <sup>st</sup> March, 2024 |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------|---------------------------------------|
| <b>14. (A) Borrowings (Non-Current)</b>                                                                                                                                                                                                                                                                                                                                                                        |                                       |                                       |
| <b>Secured Borrowings</b>                                                                                                                                                                                                                                                                                                                                                                                      |                                       |                                       |
| Term loans:                                                                                                                                                                                                                                                                                                                                                                                                    |                                       |                                       |
| (A) from banks                                                                                                                                                                                                                                                                                                                                                                                                 | 11,039.75                             | -                                     |
| (B) from other parties                                                                                                                                                                                                                                                                                                                                                                                         | -                                     | -                                     |
|                                                                                                                                                                                                                                                                                                                                                                                                                | <u>11,039.75</u>                      | <u>-</u>                              |
| a) Term Loan carrying an interest rate of 9.27% p.a average was availed from HDFC Bank Limited. The borrowings are secured by way of Equitable Mortgage over Property, Plant and Equipment and current assets for the year ended 31 <sup>st</sup> March 2025.                                                                                                                                                  |                                       |                                       |
| <b>14. (B) Lease liabilities - (Current)</b>                                                                                                                                                                                                                                                                                                                                                                   |                                       |                                       |
| Lease Liabilities                                                                                                                                                                                                                                                                                                                                                                                              | 1,379.71                              | 1,362.26                              |
|                                                                                                                                                                                                                                                                                                                                                                                                                | <u>1,379.71</u>                       | <u>1,362.26</u>                       |
| a) The above includes ₹ 1015.58 lakhs of future lease commitment in respect of leasehold land from Government of Tamilnadu estimated on the basis of increase in guideline value (as indicated in the earlier lease agreement which expired as at 12 <sup>th</sup> June 2020) accounted in compliance with Ind AS 116 - Leases, pending approval of application for renewal of lease submitted by the Company. |                                       |                                       |
| b) Discounting borrowing rate adopted for fair valuation of future lease liabilities:                                                                                                                                                                                                                                                                                                                          |                                       |                                       |
| - Leasehold Land - 11% pa                                                                                                                                                                                                                                                                                                                                                                                      |                                       |                                       |
| - Leasehold buildings - 10% pa                                                                                                                                                                                                                                                                                                                                                                                 |                                       |                                       |
| <b>14. (C) Other financial liabilities - (Non-Current)</b>                                                                                                                                                                                                                                                                                                                                                     |                                       |                                       |
| Security deposit                                                                                                                                                                                                                                                                                                                                                                                               | 186.74                                | 162.31                                |
| Other payables*                                                                                                                                                                                                                                                                                                                                                                                                | -                                     | 16.93                                 |
|                                                                                                                                                                                                                                                                                                                                                                                                                | <u>186.74</u>                         | <u>179.24</u>                         |
| *Other payable represents advance received against sale of equity interests (100000 equity shares) in SEPC Power (Private) Limited upon completion of power project.                                                                                                                                                                                                                                           |                                       |                                       |
| <b>15. Provisions - (Non-Current)</b>                                                                                                                                                                                                                                                                                                                                                                          |                                       |                                       |
| <b>Provision for:</b>                                                                                                                                                                                                                                                                                                                                                                                          |                                       |                                       |
| Compensated absences                                                                                                                                                                                                                                                                                                                                                                                           | 527.38                                | 426.51                                |
| Provision for Litigated claims and statutory dues (Refer to note 33A)                                                                                                                                                                                                                                                                                                                                          | 4,484.20                              | 4,592.37                              |
|                                                                                                                                                                                                                                                                                                                                                                                                                | <u>5,011.58</u>                       | <u>5,018.88</u>                       |

## Notes forming part of the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

### 16. Deferred tax balances - (Non-Current)

#### (a) Deferred tax liabilities in relation to :

|                                 |                                    |                                    |
|---------------------------------|------------------------------------|------------------------------------|
| - Property, plant and equipment | 2,970.22                           | 2,961.86                           |
|                                 | <u>2,970.22</u>                    | <u>2,961.86</u>                    |
|                                 | <b>As at</b>                       | <b>As at</b>                       |
|                                 | <b>31<sup>st</sup> March, 2025</b> | <b>31<sup>st</sup> March, 2024</b> |

#### (b) Deferred tax assets in relation to :

|                                                            |                 |                 |
|------------------------------------------------------------|-----------------|-----------------|
| - Provision for Employee benefits allowed on payment basis | 183.91          | 161.90          |
| - Allowance for doubtful debts                             | 8.49            | 8.49            |
| - Expenses allowable on payment basis                      | 1,155.59        | 1,191.40        |
| - Provision for Lease Assets / (Liability) - Ind AS 116    | 130.66          | 100.16          |
|                                                            | <u>1,478.65</u> | <u>1,461.95</u> |

#### (c) Deferred Tax Liability (net) (a-b)

|                                                   |                 |                 |
|---------------------------------------------------|-----------------|-----------------|
| Opening Balance                                   | 1,499.91        | 1,499.91        |
| For the period based on effective tax rate method | (8.34)          | 207.01          |
| <b>Deferred tax liabilities (net)</b>             | <u>1,491.57</u> | <u>1,499.91</u> |

|                                    |                                    |
|------------------------------------|------------------------------------|
| <b>Year ended</b>                  | <b>Year ended</b>                  |
| <b>31<sup>st</sup> March, 2025</b> | <b>31<sup>st</sup> March, 2024</b> |

#### Reconciliation between book and taxable profits

|                               |          |          |
|-------------------------------|----------|----------|
| Profit before Income Taxes    | 7,112.98 | 5,699.46 |
| Enacted Tax Rates in India    | 25.17%   | 25.17%   |
| Computed Expected Tax Expense | 1,790.12 | 1,434.38 |

#### Tax effect of adjustments :

|                                         |                 |                 |
|-----------------------------------------|-----------------|-----------------|
| - Tax Effect of non-deductible expenses | 188.68          | (220.10)        |
| - Income Tax Expense                    | 1,978.80        | 1,214.28        |
| Deferred tax                            | (8.34)          | 207.01          |
| <b>Total income tax expense</b>         | <u>1,970.46</u> | <u>1,421.29</u> |

|                                    |                                    |
|------------------------------------|------------------------------------|
| <b>As at</b>                       | <b>As at</b>                       |
| <b>31<sup>st</sup> March, 2025</b> | <b>31<sup>st</sup> March, 2024</b> |

### 17 Other non-current liabilities

|              |               |               |
|--------------|---------------|---------------|
| Others       | 154.99        | 162.45        |
| <b>Total</b> | <u>154.99</u> | <u>162.45</u> |

### 18 A. Borrowings - (Current)

#### Secured Borrowings

#### (a) Loans repayable on demand

|                         |   |        |
|-------------------------|---|--------|
| (i) From banks          | - | 332.60 |
| (ii) from other parties | - | -      |

## Notes forming part of the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

|                        |                 |               |
|------------------------|-----------------|---------------|
| (b) Term loans         |                 |               |
| (A) from banks         | 1,003.61        | -             |
| (B) from other parties | -               | -             |
|                        | <u>1,003.61</u> | <u>332.60</u> |

- a) Working capital loans are secured by hypothecation of inventories both at factory and in transit, book debts and other receivables, both present and future. These are further secured by way of mortgage by deposit of title deeds of immovable properties, both present and future, on second charge basis ranking *pari passu* amongst them.
- b) The above loans carry varying rates of interests with the maximum rate of interest being 9.85% (As at 31<sup>st</sup> March 2024: 10.55%) per annum. The weighted average rate of Interest of these loans is 9.57% (2023-24: 9.75%) per annum.
- c) Term Loan carrying an interest rate of 9.27% p.a average was availed from HDFC Bank Limited. The borrowings are secured by way of Equitable Mortgage over Property, Plant and Equipment and current assets for the year ended 31<sup>st</sup> March, 2025.

|                                            | As at<br>31 <sup>st</sup> March, 2025 | As at<br>31 <sup>st</sup> March, 2024 |
|--------------------------------------------|---------------------------------------|---------------------------------------|
| <b>18 B. Lease liabilities - (Current)</b> |                                       |                                       |
| Lease Liabilities                          | 117.74                                | 104.14                                |
|                                            | <u>117.74</u>                         | <u>104.14</u>                         |

- a) The above includes ₹ 13.51 lakhs of future lease commitment in respect of leasehold land from Government of Tamilnadu estimated on the basis of increase in guideline value (as indicated in the earlier lease agreement which expired as at 12<sup>th</sup> June 2020) accounted in compliance with Ind AS 116 - Leases, pending approval of application for renewal of lease submitted by the Company.
- b) Discounting borrowing rate adopted for fair valuation of future lease liabilities:-
- Leasehold Land - 11% pa
  - Leasehold buildings - 10% pa

### 19. Trade payables

|                                                          |                 |                  |
|----------------------------------------------------------|-----------------|------------------|
| Trade payables                                           |                 |                  |
| (i) Dues to Micro and Small Enterprises (Refer note 33B) | 411.31          | 557.48           |
| (ii) Dues to other than Micro and Small Enterprises      | 7,271.28        | 9,535.61         |
| (iii) Dues to related parties <sup>#</sup>               | 68.61           | 71.83            |
|                                                          | <u>7,751.20</u> | <u>10,164.92</u> |

Note: <sup>#</sup>refer note no.39

### 19(A) Ageing for trade payables outstanding as at March 31, 2025 is as follows:

| Particulars                 | Not due         | Outstanding for following periods from due date of payment |           |           |                      |                 |
|-----------------------------|-----------------|------------------------------------------------------------|-----------|-----------|----------------------|-----------------|
|                             |                 | Less than<br>1 year                                        | 1-2 Years | 2-3 years | More than 3<br>years | Total           |
| <b>Trade payables</b>       |                 |                                                            |           |           |                      |                 |
| (i) MSME*                   | 187.74          | 223.57                                                     | -         | -         | -                    | 411.31          |
| (ii) Others                 | 5,342.01        | 1,997.88                                                   | -         | -         | -                    | 7,339.89        |
| (iii) Disputed dues – MSME* | -               | -                                                          | -         | -         | -                    | -               |
| (iv) Disputed dues - Others | -               | -                                                          | -         | -         | -                    | -               |
| <b>Total trade payables</b> | <b>5,529.75</b> | <b>2,221.45</b>                                            | <b>-</b>  | <b>-</b>  | <b>-</b>             | <b>7,751.20</b> |

## Notes forming part of the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

\*The above information has been determined to the extent such parties have been identified on the basis of information available with the Company.

### 19(B) Ageing for trade payables outstanding as at March 31, 2024 is as follows:

| Particulars                 | Not due         | Outstanding for following periods from due date of payment |           |           |                   |                  |
|-----------------------------|-----------------|------------------------------------------------------------|-----------|-----------|-------------------|------------------|
|                             |                 | Less than 1 year                                           | 1-2 Years | 2-3 years | More than 3 years | Total            |
| <b>Trade payables</b>       |                 |                                                            |           |           |                   |                  |
| (i) MSME*                   | 334.65          | 222.83                                                     | -         | -         | -                 | 557.48           |
| (ii) Others                 | 8,120.50        | 1,486.94                                                   | -         | -         | -                 | 9,607.44         |
| (iii) Disputed dues – MSME* | -               | -                                                          | -         | -         | -                 | -                |
| (iv) Disputed dues - Others | -               | -                                                          | -         | -         | -                 | -                |
| <b>Total trade payables</b> | <b>8,455.15</b> | <b>1,709.77</b>                                            | -         | -         | -                 | <b>10,164.92</b> |

\*The above information has been determined to the extent such parties have been identified on the basis of information available with the Company.

|                                                | As at<br>31 <sup>st</sup> March, 2025 | As at<br>31 <sup>st</sup> March, 2024 |
|------------------------------------------------|---------------------------------------|---------------------------------------|
| <b>20. Other Current Financial Liabilities</b> |                                       |                                       |
| Interest accrued                               | 85.22                                 | 1.44                                  |
| Unclaimed dividends*                           | 452.54                                | 404.44                                |
| Deposits                                       | 13.50                                 | 14.25                                 |
| Capex Creditors payable                        | 6,228.76                              | -                                     |
| Other expenses                                 | 4,282.02                              | 1,195.41                              |
| Others*                                        | 15.79                                 | 15.21                                 |
|                                                | <u>11,077.83</u>                      | <u>1,630.75</u>                       |

\*Amount to be credited to Investor Education and Protection Fund when it is becomes due

Nil

\*Represents payable to TPL Employee's Co-operative Thrift and Credit Society Ltd.

|                                      |                 |                 |
|--------------------------------------|-----------------|-----------------|
| <b>21. Other Current Liabilities</b> |                 |                 |
| Other Payables                       | 3,549.21        | 1,048.29        |
| - Statutory dues                     | 360.37          | 338.66          |
| Advances from Customers              | 7.46            | 6.96            |
| Others                               | <u>3,917.04</u> | <u>1,393.91</u> |

### 22. Provisions - (Current)

Provision for:

|                                                                           |                 |                 |
|---------------------------------------------------------------------------|-----------------|-----------------|
| (a) Employee Benefits                                                     |                 |                 |
| (i) Gratuity                                                              | -               | 90.36           |
| (ii) Compensated absences                                                 | 203.36          | 162.41          |
| (iii) Ex-gratia                                                           | 184.79          | 280.44          |
| (b) Provision for Litigated claims and statutory dues (Refer to note 33A) | 704.20          | 720.14          |
|                                                                           | <u>1,092.35</u> | <u>1,253.35</u> |

## Notes forming part of the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

|                                                                                                                                   | Year Ended<br>31 <sup>st</sup> March, 2025 | Year Ended<br>31 <sup>st</sup> March, 2024 |
|-----------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------|--------------------------------------------|
| <b>23. Revenue from operations</b>                                                                                                |                                            |                                            |
| Sale of Products                                                                                                                  | 182,307.19                                 | 166,511.26                                 |
| Sale of Services                                                                                                                  | 20.29                                      | 9.47                                       |
| Other Operating Revenues                                                                                                          | 350.27                                     | 336.44                                     |
|                                                                                                                                   | <u>182,677.75</u>                          | <u>166,857.17</u>                          |
| <b>Sale of products comprises</b>                                                                                                 |                                            |                                            |
| <b>Manufactured goods</b>                                                                                                         |                                            |                                            |
| - Linear Alkyl Benzene                                                                                                            | 148,144.05                                 | 131,331.63                                 |
| - Propylene Oxide                                                                                                                 | 11,933.90                                  | 14,921.89                                  |
| - Caustic soda Lye                                                                                                                | 14,822.20                                  | 14,340.65                                  |
| - Others                                                                                                                          | 6,547.98                                   | 5,839.53                                   |
|                                                                                                                                   | <u>181,448.13</u>                          | <u>166,433.70</u>                          |
| <b>Traded goods</b>                                                                                                               |                                            |                                            |
| - Normal Paraffin                                                                                                                 | 858.92                                     | -                                          |
| - Linear Alkyl Benzene                                                                                                            | -                                          | 25.70                                      |
| - Caustic Soda Lye                                                                                                                | -                                          | 51.86                                      |
| - Hydrochloric Acid                                                                                                               | 0.14                                       | -                                          |
|                                                                                                                                   | <u>859.06</u>                              | <u>77.56</u>                               |
| <b>Total - Sale of Products</b>                                                                                                   | <u>182,307.19</u>                          | <u>166,511.26</u>                          |
| <b>Sale of Services Comprise</b>                                                                                                  |                                            |                                            |
| Others                                                                                                                            | 20.29                                      | 9.47                                       |
| <b>Total - Sale of Services</b>                                                                                                   | <u>20.29</u>                               | <u>9.47</u>                                |
| <b>Other Operating Revenue comprises</b>                                                                                          |                                            |                                            |
| Scrap sales                                                                                                                       | 350.27                                     | 336.44                                     |
| <b>Total - Other Operating Revenue</b>                                                                                            | <u>350.27</u>                              | <u>336.44</u>                              |
| <b>Basis on which the entity identifies the fulfilment of performance obligations</b>                                             |                                            |                                            |
| Upon Shipment (Ex-works)                                                                                                          | 95,081.22                                  | 102,129.63                                 |
| Upon Delivery (FOR Sales)                                                                                                         | 87,225.97                                  | 64,381.63                                  |
| Payment Terms (Generally between 0 and 30 days. Refer note 8A)                                                                    |                                            |                                            |
| <b>Reconciliation of the amount of revenue recognised in Statement of Profit &amp; Loss with discount etc. given to customers</b> |                                            |                                            |
| Gross Revenue                                                                                                                     | 186,631.65                                 | 173,675.45                                 |
| Less : Discounts                                                                                                                  | 3,953.90                                   | 6,818.28                                   |
| <b>Total</b>                                                                                                                      | <u>182,677.75</u>                          | <u>166,857.17</u>                          |
| <b>Revenue by timing of transfer of goods/services</b>                                                                            |                                            |                                            |
| At a point in time                                                                                                                |                                            |                                            |
| (i) Product line                                                                                                                  | 182,307.19                                 | 166,511.26                                 |
| (ii) Others                                                                                                                       | 370.56                                     | 345.91                                     |
| Over a period of time                                                                                                             | -                                          | -                                          |
| <b>Total</b>                                                                                                                      | <u>182,677.75</u>                          | <u>166,857.17</u>                          |

## Notes forming part of the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

|                                                                                          | Year Ended<br>31 <sup>st</sup> March, 2025 | Year Ended<br>31 <sup>st</sup> March, 2024 |
|------------------------------------------------------------------------------------------|--------------------------------------------|--------------------------------------------|
| <b>24. Other income</b>                                                                  |                                            |                                            |
| Interest                                                                                 |                                            |                                            |
| - From bank deposits                                                                     | 1,849.98                                   | 1,618.19                                   |
| - From others                                                                            | 104.82                                     | 95.24                                      |
| Profit on sale of assets                                                                 | -                                          | 491.75                                     |
| Profit on sale of investment                                                             | 4.37                                       | 2.35                                       |
| Insurance claim received                                                                 | -                                          | 15.37                                      |
| Provision no longer required written back                                                | 0.00                                       | 448.66                                     |
| Others                                                                                   | 34.53                                      | 157.84                                     |
|                                                                                          | <u>1,993.70</u>                            | <u>2,829.40</u>                            |
| <b>25. Cost of materials consumed</b>                                                    |                                            |                                            |
| Opening stock                                                                            | 6,955.97                                   | 9,419.75                                   |
| Add: Purchases                                                                           | 107,785.56                                 | 93,036.32                                  |
|                                                                                          | <u>114,741.53</u>                          | <u>102,456.07</u>                          |
| Less: Closing Stock                                                                      | 6,101.47                                   | 6,955.97                                   |
| Cost of material consumed                                                                | <u>108,640.06</u>                          | <u>95,500.10</u>                           |
| <b>Material consumed comprises:</b>                                                      |                                            |                                            |
| - Kerosene                                                                               | 48,593.15                                  | 49,815.33                                  |
| - Benzene                                                                                | 28,921.24                                  | 22,705.66                                  |
| - Normal Paraffin                                                                        | 19,837.31                                  | 10,010.49                                  |
| - Propylene                                                                              | 7,119.21                                   | 8,082.37                                   |
| - Salt                                                                                   | 2,085.15                                   | 2,556.65                                   |
| - Others                                                                                 | 2,084.00                                   | 2,329.60                                   |
|                                                                                          | <u>108,640.06</u>                          | <u>95,500.10</u>                           |
| <b>26. Purchase of Stock-in-Trade</b>                                                    |                                            |                                            |
| - Normal Paraffin                                                                        | 858.92                                     | -                                          |
| - Linear Alkyl Benzene                                                                   | -                                          | 25.70                                      |
| - Caustic soda Lye                                                                       | -                                          | 48.47                                      |
| - Hydrochloric Acid                                                                      | 0.14                                       | -                                          |
|                                                                                          | <u>859.06</u>                              | <u>74.17</u>                               |
| <b>27. Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade</b> |                                            |                                            |
| <b>Inventories at the end of the year</b>                                                |                                            |                                            |
| - Finished goods                                                                         | 1,846.12                                   | 2881.55                                    |
| - Work-in-progress                                                                       | -                                          | -                                          |
|                                                                                          | <u>1,846.12</u>                            | <u>2881.55</u>                             |
| <b>Inventories at the beginning of the year</b>                                          |                                            |                                            |
| - Finished goods                                                                         | 2,881.55                                   | 4771.91                                    |
| - Work-in-progress                                                                       | -                                          | -                                          |
|                                                                                          | <u>2,881.55</u>                            | <u>4771.91</u>                             |
|                                                                                          | <u>1,035.43</u>                            | <u>1,890.36</u>                            |

## Notes forming part of the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

|                                                                                                                                      | Year Ended<br>31 <sup>st</sup> March, 2025 | Year Ended<br>31 <sup>st</sup> March, 2024 |
|--------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------|--------------------------------------------|
| <b>28. Employee benefits expense</b>                                                                                                 |                                            |                                            |
| Salaries and Wages                                                                                                                   | 4,510.62                                   | 4,063.14                                   |
| Contributions to Provident and Other funds                                                                                           | 324.38                                     | 318.73                                     |
| Staff Welfare Expenses                                                                                                               | 623.12                                     | 556.83                                     |
|                                                                                                                                      | <u>5,458.12</u>                            | <u>4,938.70</u>                            |
| <b>29. Finance costs</b>                                                                                                             |                                            |                                            |
| Interest Expense on Borrowings                                                                                                       | 188.46                                     | 345.52                                     |
| Interest Expense on Lease Liability                                                                                                  | 135.19                                     | 137.11                                     |
| Other Borrowing Costs*                                                                                                               | 267.93                                     | 222.93                                     |
| Other Interest costs #                                                                                                               | 34.05                                      | 12.42                                      |
|                                                                                                                                      | <u>625.63</u>                              | <u>717.98</u>                              |
| *Includes charges incurred towards commitment charges, transaction charges and other bank charges.                                   |                                            |                                            |
| #Includes charges incurred towards Interest on customs duty, Interest on Security Deposit and interest payable under the income tax. |                                            |                                            |
| <b>30. Depreciation and Amortisation Expense</b>                                                                                     |                                            |                                            |
| Depreciation on Property, Plant and Equipment (owned assets)                                                                         | 2,435.95                                   | 2,172.32                                   |
| Depreciation on Right-of-Use Assets (ROU)                                                                                            | 90.13                                      | 90.13                                      |
|                                                                                                                                      | <u>2,526.08</u>                            | <u>2,262.45</u>                            |
| <b>31. Other expenses</b>                                                                                                            |                                            |                                            |
| Consumption of Stores and Spare Parts                                                                                                | 3,221.16                                   | 3,677.62                                   |
| Utilities Consumed                                                                                                                   | 970.33                                     | 1,005.27                                   |
| Power and Fuel                                                                                                                       | 37,812.09                                  | 36,109.30                                  |
| Rent including Lease Rentals                                                                                                         | 76.17                                      | 157.61                                     |
| Repairs to Buildings                                                                                                                 | 503.34                                     | 508.77                                     |
| Repairs to Machinery                                                                                                                 | 2,913.63                                   | 2,856.45                                   |
| Payment to Auditors:                                                                                                                 |                                            |                                            |
| - Towards Audit Fee                                                                                                                  | 32.00                                      | 30.00                                      |
| - For Other Services                                                                                                                 | 4.92                                       | 6.86                                       |
| Insurance                                                                                                                            | 808.42                                     | 623.61                                     |
| Rates and Taxes                                                                                                                      | 206.27                                     | 295.25                                     |
| Freight and Forwarding                                                                                                               | 1,690.86                                   | 2,091.86                                   |
| Net loss on Foreign Currency Transactions (other than considered as finance cost)                                                    | -                                          | 16.52                                      |
| Loss on fixed assets sold/scrapped                                                                                                   | 82.03                                      | -                                          |
| Referral Charges                                                                                                                     | 10,077.26                                  | 7,595.16                                   |
| Corporate Social Responsibility Expense (Refer Note below)                                                                           | 271.96                                     | 331.54                                     |
| Provision for diminution value of Investment                                                                                         | -                                          | 15.59                                      |
| Director's Sitting Fees / Remuneration                                                                                               | 88.00                                      | 87.00                                      |
| Miscellaneous Expenses                                                                                                               | 1,505.92                                   | 1,792.86                                   |
|                                                                                                                                      | <u>60,264.36</u>                           | <u>57,201.27</u>                           |
| <b>32. Exceptional item</b>                                                                                                          |                                            |                                            |
| a) Flood restoration (Income)/Expenses - Michaung Cyclone Dec. 2023 (Net)                                                            | (1,850.27)                                 | 1,402.08                                   |
|                                                                                                                                      | <u>(1,850.27)</u>                          | <u>1,402.08</u>                            |

**Note:**

Exceptional item includes ₹ 755 Lakhs incurred during the year towards material damage and Plant restoration activities (Michaung Cyclone – Dec '23). An amount of ₹ 2605 Lakhs has been received from the insurers as an adhoc amount pending assessment report from surveyor. This is disclosed as exceptional item.

## Notes forming part of the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

### Corporate Social Responsibility (CSR):

The details of Corporate Social Responsibility as prescribed under section 135 of the Companies Act, 2013 is as follows:

|                                                                                                                                                                               | Year ended<br>31 <sup>st</sup> March, 2025                            | Year ended<br>31 <sup>st</sup> March, 2024 |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------|--------------------------------------------|
| a) Amount required to be spent by the Company during the year                                                                                                                 | 271.96                                                                | 331.54                                     |
| b) Amount spent during the year on:                                                                                                                                           |                                                                       |                                            |
| i) Construction/ acquisition of any asset                                                                                                                                     | -                                                                     | -                                          |
| ii) For purposes other than (i) above                                                                                                                                         | 132.18                                                                | 145.95                                     |
| c) Shortfall at the end of the year*                                                                                                                                          | 139.78                                                                | 185.59                                     |
| d) Total of previous year's shortfall                                                                                                                                         | 51.73                                                                 | 68.14                                      |
| e) Reason for shortfall                                                                                                                                                       | Pertains to ongoing projects                                          | Pertains to ongoing projects               |
| f) Nature of CSR activities                                                                                                                                                   | Primary Health Care Center and Drinking water & Sanitation in schools |                                            |
| g) Details of related party transactions<br><i>e.g., contribution to a trust controlled by the company in relation to CSR expenditure as per relevant Accounting Standard</i> | 31.58                                                                 | 61.90                                      |
| h) Where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision                                   | NA                                                                    | NA                                         |

\* Above ₹ 139.78 lakh of Corporate Social Responsibility (CSR) expense related to ongoing projects as at 31<sup>st</sup> March, 2025 (31<sup>st</sup> March, 2024 : ₹ 185.59 lakh). The same was transferred to a special account designated as "Unspent Corporate Social Responsibility Account for the Financial Year 2024-25" ("UCSRA – FY 2024-25") of the company within 30 days from end of financial year.

### 33 A. Provision for litigated claims and statutory dues

|                                            | As at<br>31 <sup>st</sup> March, 2025 | As at<br>31 <sup>st</sup> March, 2024 |
|--------------------------------------------|---------------------------------------|---------------------------------------|
| <b>Opening Balance</b>                     | 5,312.51                              | 5,574.58                              |
| Additions                                  | -                                     | 192.43                                |
| Reversals/Utilised*                        | (124.11)                              | (454.50)                              |
| <b>Closing Balance</b>                     | 5,188.40                              | 5,312.51                              |
| Non-Current Provision for Litigated claims | 4,484.20                              | 4,592.37                              |
| Current Provision for Litigated claims     | 704.20                                | 720.14                                |
| <b>Total</b>                               | <u>5,188.40</u>                       | <u>5,312.51</u>                       |

\*Provision reversed for litigations relating to RPO/sales tax - stock transfer case

## Notes forming part of the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

### 33 B. Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006

|                                                                                                                                                                                                                                                                                       | As at<br>31 <sup>st</sup> March, 2025 | As at<br>31 <sup>st</sup> March, 2024 |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------|---------------------------------------|
| a) The principal amount remaining unpaid to any supplier at the end of the year                                                                                                                                                                                                       | 411.31                                | 557.48                                |
| b) Interest due remaining unpaid to any supplier at the end of the year                                                                                                                                                                                                               | -                                     | -                                     |
| c) The amount of interest paid by the buyer in terms of section 16 of the MSMED Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during the year                                                                                         | -                                     | -                                     |
| d) The amount of interest due and payable for the delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act, 2006                                                                     | -                                     | -                                     |
| e) The amount of interest accrued and remaining unpaid at the end of each accounting year                                                                                                                                                                                             | -                                     | -                                     |
| f) The amount of further interest remaining due and payable even in the succeeding years until such date when the interest dues above are actually paid to the small enterprises, for the purpose of disallowance of a deductible expenditure under section 23 of the MSMED Act, 2006 | -                                     | -                                     |

### 34 Employee benefit plans

#### a) Defined contribution plans

The Company makes Provident fund contributions to defined contribution plans for qualifying employees. Under this scheme, the Company is required to contribute a specified percentage of the payroll costs to fund the benefits. The contributions payable by the Company to these plans are at the rates specified in the rules of the schemes.

|                                                              | For the year |         |
|--------------------------------------------------------------|--------------|---------|
|                                                              | 2024-25      | 2023-24 |
| Contribution to provident fund recognised in profit and loss | 183.52       | 176.68  |

#### b) Defined benefit plans

The Company has a funded Gratuity Scheme for its employees and gratuity liability has been provided based on the actuarial valuation carried out at the year end. The Gratuity scheme of the Company is funded with the Life Insurance Corporation of India.

The details of actuarial valuation in respect of Gratuity are as given below:

|                                                                       | As at<br>31 <sup>st</sup> March, 2025 | As at<br>31 <sup>st</sup> March, 2024 |
|-----------------------------------------------------------------------|---------------------------------------|---------------------------------------|
| <b>A. Change in Defined Benefit Obligation (DBO) during the year:</b> |                                       |                                       |
| Present value DBO at the beginning of the year                        | 1,386.52                              | 1,383.87                              |
| Service cost                                                          | 77.39                                 | 72.64                                 |
| Interest cost                                                         | 87.34                                 | 92.12                                 |
| Remeasurment(gain)/loss                                               | (24.92)                               | 28.78                                 |
| Actuarial (gain)/loss arising from experience adjustments             | -                                     | -                                     |
| Benefits paid                                                         | (268.67)                              | (190.89)                              |
| Present value DBO at the end of the year                              | 1,257.66                              | 1,386.52                              |
| <b>B. Change in fair value of plan assets during the year:</b>        |                                       |                                       |
| Fair value of plan assets as at beginning of the year                 | 1,296.16                              | 1,146.29                              |
| Expected return on planned assets                                     | 86.89                                 | 83.49                                 |
| Contributions                                                         | 167.88                                | 229.55                                |
| Benefits paid                                                         | (268.67)                              | (186.68)                              |
| Re-measurement gain/(loss)                                            | 32.48                                 | 23.51                                 |
| Fair value of plan asset at the end of the year                       | 1,314.74                              | 1,296.16                              |

## Notes forming part of the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

|                                                                                  | As at<br>31 <sup>st</sup> March, 2025             | As at<br>31 <sup>st</sup> March, 2024        |
|----------------------------------------------------------------------------------|---------------------------------------------------|----------------------------------------------|
| <b>C. Amount recognised in the balance sheet:</b>                                |                                                   |                                              |
| Present value DBO at the end of the year                                         | 1,257.66                                          | 1,386.52                                     |
| Fair value of the plan assets at the end of the year                             | 1,314.74                                          | 1,296.16                                     |
| <b>(Liability) / Asset recognised in the Balance sheet - net</b>                 | <b>57.08</b>                                      | <b>(90.36)</b>                               |
| <b>D. Components of employer expenses:</b>                                       |                                                   |                                              |
| Current service cost                                                             | 77.39                                             | 72.64                                        |
| Interest cost/ (income) on net defined benefit obligation                        | 0.45                                              | 8.63                                         |
| <b>Expense recognised in Statement of Profit t and Loss</b>                      | <b>77.84</b>                                      | <b>81.27</b>                                 |
| <b>E. Re-measurement on the net defined benefit obligation</b>                   |                                                   |                                              |
| Return on plan assets (excluding interest income)                                | (32.48)                                           | (23.51)                                      |
| Actuarial loss arising from changes in financial assumptions                     | (24.93)                                           | 28.78                                        |
| Actuarial loss arising from changes in experience adjustments                    | -                                                 | -                                            |
| <b>Re-measurements Expense/(Income) recognised as other comprehensive income</b> | <b>(57.41)</b>                                    | <b>5.27</b>                                  |
| <b>Total defined benefit cost recognised</b>                                     | <b>20.43</b>                                      | <b>86.54</b>                                 |
|                                                                                  | <b>Year ended<br/>31<sup>st</sup> March, 2025</b> |                                              |
| <b>F. Net defined benefit liability (asset) reconciliation:</b>                  |                                                   |                                              |
| 1. Net Defined Benefit Liability/(Asset) as at 31-Mar-2024                       | 90.36                                             |                                              |
| 2. Net Defined Benefit Cost for the period                                       | 20.43                                             |                                              |
| Amount recognised in P&L account                                                 | 77.84                                             |                                              |
| Amount recognised as OCI                                                         | (57.41)                                           |                                              |
| 3. Benefit payments made directly by the company                                 | (2.43)                                            |                                              |
| 4. Actual contributions by the company                                           | (165.44)                                          |                                              |
| <b>Net Defined Benefit Liability/(Asset) as at 31-Mar-2025 - (1+2+3+4)</b>       | <b>(57.08)</b>                                    |                                              |
|                                                                                  | <b>As at<br/>31<sup>st</sup> March, 2025</b>      | <b>As at<br/>31<sup>st</sup> March, 2024</b> |
| <b>G. Major categories of plan assets:</b>                                       |                                                   |                                              |
| 1. Insurer-managed funds                                                         | 1,314.74                                          | 1,296.16                                     |
| <b>Total</b>                                                                     | <b>1,314.74</b>                                   | <b>1,296.16</b>                              |
| <b>H. Expected cash flows for following year:</b>                                |                                                   |                                              |
| Expected total benefit payments                                                  |                                                   |                                              |
| Year 1                                                                           | 300.11                                            |                                              |
| Year 2                                                                           | 198.22                                            |                                              |
| Year 3                                                                           | 175.61                                            |                                              |
| Year 4 to 5 Year                                                                 | 253.33                                            |                                              |
| More than 5 Years                                                                | 412.08                                            |                                              |

## Notes forming part of the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

|                                                                                                                                                                                                                                                                                                                                                                                  | As at<br>31 <sup>st</sup> March, 2025 | As at<br>31 <sup>st</sup> March, 2024 |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------|---------------------------------------|
| <b>I. ASSUMPTIONS</b>                                                                                                                                                                                                                                                                                                                                                            |                                       |                                       |
| The principal assumptions used for the purposes of the actuarial valuations are given below:                                                                                                                                                                                                                                                                                     |                                       |                                       |
| Discount rate                                                                                                                                                                                                                                                                                                                                                                    | 6.77%                                 | 6.98%                                 |
| Salary escalation rate                                                                                                                                                                                                                                                                                                                                                           | 6.00%                                 | 6.00%                                 |
| Employee turnover rates                                                                                                                                                                                                                                                                                                                                                          | 10.00%                                | 10.00%                                |
| Mortality rates *                                                                                                                                                                                                                                                                                                                                                                | 100% of IALM 12-14                    | 100% of IALM 12-14                    |
| *IALM : Indian Assured Lives Morality modified Ult.                                                                                                                                                                                                                                                                                                                              |                                       |                                       |
| <b>J. Sensitivity analysis - DBO at the end of the year</b>                                                                                                                                                                                                                                                                                                                      |                                       |                                       |
| Under Base Scenario                                                                                                                                                                                                                                                                                                                                                              | 1,257.68                              | 1,386.54                              |
| Salary Increase Rate - Plus 100 Basis Points                                                                                                                                                                                                                                                                                                                                     | 1,315.39                              | 1,448.34                              |
| Salary Increase Rate - Minus 100 Basis Points                                                                                                                                                                                                                                                                                                                                    | 1,204.92                              | 1,329.29                              |
| Withdrawal Rate - Plus 25 Basis Points                                                                                                                                                                                                                                                                                                                                           | 1,257.97                              | 1,393.97                              |
| Withdrawal Rate - Minus 25 Basis Points                                                                                                                                                                                                                                                                                                                                          | 1,257.38                              | 1,377.01                              |
| Discount Rate - Plus 100 Basis Points                                                                                                                                                                                                                                                                                                                                            | 1,196.99                              | 1,329.60                              |
| Discount Rate - Minus 100 Basis Points                                                                                                                                                                                                                                                                                                                                           | 1,313.07                              | 1,449.64                              |
| <b>K. Risk Exposure</b>                                                                                                                                                                                                                                                                                                                                                          |                                       |                                       |
| <b>(A) Liability Risks</b>                                                                                                                                                                                                                                                                                                                                                       |                                       |                                       |
| <b>(i) Asset-Liability Mismatch Risk</b>                                                                                                                                                                                                                                                                                                                                         |                                       |                                       |
| Risk if there is a mismatch in the duration of the assets relative to the liabilities. By matching duration with the defined benefit liabilities, the company is successfully able to neutralize valuation swings caused by interest rate movements. Hence companies are encouraged to adopt asset-liability management.                                                         |                                       |                                       |
| <b>(ii) Discount Rate Risk</b>                                                                                                                                                                                                                                                                                                                                                   |                                       |                                       |
| Variations in the discount rate used to compute the present value of the liabilities may seem small, but in practice can have a significant impact on the defined benefit liabilities.                                                                                                                                                                                           |                                       |                                       |
| <b>(iii) Future Salary Escalation and Inflation Risk</b>                                                                                                                                                                                                                                                                                                                         |                                       |                                       |
| Since price inflation and salary growth are linked economically, they are combined for disclosure purposes. Rising salaries will often result in higher future defined benefit payments resulting in a higher present value of liabilities especially unexpected salary increases provided at management's discretion may lead to estimation uncertainties increasing this risk. |                                       |                                       |
| <b>(B) Unfunded Plan Risk</b>                                                                                                                                                                                                                                                                                                                                                    |                                       |                                       |
| This represents unmanaged risk and a growing liability. There is an inherent risk here that the company may default on paying the benefits in adverse circumstances. Funding the plan removes volatility from the balance sheet and better manages defined benefit risk through increased returns.                                                                               |                                       |                                       |

## Notes forming part of the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

### 35. Contingent Liabilities and commitments (to the extent not provided for) (Ind AS 37)

|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       | As at<br>31 <sup>st</sup> March, 2025 | As at<br>31 <sup>st</sup> March, 2024 |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------|---------------------------------------|
| <b>A. Contingent liabilities:</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |                                       |                                       |
| <b>a) Claims against the Company not acknowledged as debt</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |                                       |                                       |
| i) Excise Duty                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | 581.95                                | 70.85                                 |
| ii) Service Tax                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       | 102.47                                | 102.47                                |
| iii) Income Tax                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       | 1,955.32                              | 1,955.32                              |
| Demands disputed by the Company and appeals filed against these disputed demands are pending before respective appellate authorities. Outflows, if any, arising out of these claims would depend on the outcome of the decision of the appellate authorities and the Company's rights for future appeals.                                                                                                                                                                                                                                                                                                                                                                                                             |                                       |                                       |
| iv) Cross Subsidy Charge under Group Captive Scheme                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   | 444.95                                | 444.95                                |
| The demand from TANGEDCO for ₹ 61.30 crores towards cross subsidy surcharge for alleged non-compliance under Rule 3 of the Electricity Rules, 2005 during the period 2014-15 to 2016-17 in respect of the Company's participation in Group Captive Scheme for procurement of power from private power producers is unlikely to fructify in the wake of one such private power producer having established compliance under the above said Rules as communicated by TANGEDCO vide their letter dated 13.05.2022 and thereby qualifying to be categorized as captive generating plant. TANGEDCO's response to the Company's representation for withdrawal of the above said demand for reasons stated above is awaited. |                                       |                                       |
| <b>B. Commitments</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |                                       |                                       |
| (a) Estimated amount of contracts remaining to be executed on capital account and not provided for;                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   | 11,646.64                             | 11,168.22                             |
| (b) Other commitments                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |                                       |                                       |
| (i) towards Green Belt/CER-Corporate Environment responsibility                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       | 15.56                                 | 58.12                                 |
| (ii) Bank Guarantees                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  | 11,359.93                             | 10,854.79                             |

### C. Lease arrangements with the Government of Tamilnadu

The agreement entered with the Government of Tamilnadu in respect of leasehold land on which Propylene Oxide plant is operating expired on 12<sup>th</sup> June 2020. Application for renewal of the lease for further period has been filed with the relevant authorities. In the meanwhile, the Company received a demand for payment of arrears of lease rent for the period 1<sup>st</sup> July 1990 - 30<sup>th</sup> June 2020 to the tune of ₹ 9,224.33 lakhs from the Vattachiyer, Tiruvottiyur. Despite representation made by the company in this regard, in the absence of any response from the authorities as to the basis on which the above demand was raised, the management is of the view that the demand is arbitrary and devoid of any merit. The Company continues to make payment of the lease rent at contracted rates as per the earlier agreement with Government of Tamilnadu, in terms of the extant Government guidelines for lease of land for industrial purposes. Pending execution of the renewed lease agreement from 13<sup>th</sup> June 2020, the company has recognised Right-of-use of Assets (ROUA) on the indicative increase in lease rentals for a period of 30 years.

### 36. Details on derivative instruments and unhedged foreign currency exposures

- Outstanding forward exchange contracts entered into by the Company as on 31<sup>st</sup> March, 2025 : NIL
- The year end foreign currency exposures that have not been hedged by a derivative instrument or otherwise are given below:

| Particulars                                     | FY 2024-25 |                            |                   |
|-------------------------------------------------|------------|----------------------------|-------------------|
|                                                 | Currency   | Amount in Foreign Currency | Amount in ₹ Lakhs |
| Amount receivable in foreign currency - Exports | USD        | -                          | -                 |
| Amount payable in foreign currency - Imports    | USD        | 1,639,169.42               | 1,402.82          |
|                                                 | GBP        | 500,003.84                 | 553.70            |

## Notes forming part of the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

| Particulars                                     | FY 2023-24 |                            |                   |
|-------------------------------------------------|------------|----------------------------|-------------------|
|                                                 | Currency   | Amount in Foreign Currency | Amount in ₹ Lakhs |
| Amount receivable in foreign currency - Exports | USD        | -                          | -                 |
| Amount payable in foreign currency - Imports    | USD        | 373,637.00                 | 311.52            |
|                                                 | GBP        | -                          | -                 |

37. The Chief Operating Decision Maker (CODM) has considered manufacturing of industrial intermediate chemicals as the single operating segment as defined in Ind AS 108 - Operating segment and reviews the performance of the Company as a whole for allocation of resources.

### 38. Financial instruments

#### (i) Capital management

For the purpose of the Company's capital management, capital includes issued equity capital, securities premium and all other equity reserves attributable to the equity holders of the Company. The primary objective of the Company's capital management is to maximise the shareholder value.

The Company's objective when managing capital are to:

- Safeguard their ability to continue as a going concern, so that they can continue to provide return for shareholders and benefits for other stakeholders and
- Maintain an optimal capital structure to reduce the weighted average cost of capital

In order to maintain or adjust the capital structure, the Company may adjust the amount of dividend paid to shareholders, return capital to shareholders, issue new shares, or sell non-core assets to reduce the debt.

#### (ii) Loan covenants

The company has term loans outstanding as on 31<sup>st</sup> March 2025. The borrowings are secured by way of Equitable Mortgage over Property, Plant and Equipment and current assets the year ended 31<sup>st</sup> March 2025.

#### Categories of financial instruments

| Particulars                                                    | As at<br>31 <sup>st</sup> March, 2025 | As at<br>31 <sup>st</sup> March, 2024 |
|----------------------------------------------------------------|---------------------------------------|---------------------------------------|
| <b>A. Financial assets</b>                                     |                                       |                                       |
| (i) Measured at Amortised cost                                 |                                       |                                       |
| - Cash and bank balances                                       | 19,107.15                             | 25,960.69                             |
| - Security Deposits                                            | 1,669.72                              | 1,592.68                              |
| - Other financial assets                                       | 660.91                                | 896.91                                |
| - Trade Receivables                                            | 8,729.19                              | 9,616.23                              |
| (ii) Measured at Cost                                          |                                       |                                       |
| - Investments in Equity instruments in subsidiary              | 9,645.13                              | 9,645.13                              |
| - Investments in equity instruments under Group Captive Scheme | 1,475.51                              | 1,492.44                              |
| <b>Total</b>                                                   | <b>41,287.61</b>                      | <b>49,204.08</b>                      |
| <b>B. Financial liabilities</b>                                |                                       |                                       |
| Measured at amortised cost                                     |                                       |                                       |
| - Trade payables                                               | 7,751.20                              | 10,164.92                             |
| - Borrowings                                                   | 12,043.36                             | 332.60                                |
| - Lease Liabilities                                            | 1,497.45                              | 1,466.40                              |
| - Other financial liabilities                                  | 11,264.56                             | 1,809.99                              |
| <b>Total</b>                                                   | <b>32,556.57</b>                      | <b>13,773.91</b>                      |

## Notes forming part of the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

### Fair value hierarchy

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

Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3 – Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

The fair value hierarchy of assets and liabilities as at 31<sup>st</sup> March, 2025 is as follows:

| Particulars                       | Total       | Fair value measurement at end of the reporting period using |         |             |
|-----------------------------------|-------------|-------------------------------------------------------------|---------|-------------|
|                                   |             | Level 1                                                     | Level 2 | Level 3     |
| Investments in equity instruments | 11,120.64   | -                                                           | -       | 11,120.64   |
|                                   | (11,137.57) | -                                                           | -       | (11,137.57) |

Note: Figures in brackets are in respect of previous year

### (iii) Financial risk management objectives

The Company's activities expose it to market risk, liquidity risk and credit risk. The table given below explains the sources of risk which the entity is exposed to and how the entity manages the risk.

| Risk                       | Exposure arising from                                                                                             | Measurement                                             | Management                                                                                                      |
|----------------------------|-------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------|
| <b>a. Credit risk</b>      | Cash and cash equivalents, trade receivables, financial assets measured at amortised cost                         | Ageing analysis<br>Credit ratings<br>Financial analysis | Diversification of Short-term investments, review of credit limits and credit locks and secured mode of payment |
| <b>b. Market risk</b>      |                                                                                                                   |                                                         |                                                                                                                 |
| <b>i. Foreign exchange</b> | Future commercial transactions<br>Recognised financial assets and liabilities not denominated in Indian rupee (₹) | Cash flow forecasting<br>Sensitivity analysis           | Foreign exchange forward contracts                                                                              |
| <b>ii. Interest rate</b>   | Long-term borrowings at variable rates                                                                            | Sensitivity analysis                                    | Market trends, Interest rate swaps                                                                              |
| <b>c. Liquidity risk</b>   | Borrowings and other liabilities                                                                                  | Rolling cash flow forecasts                             | Availability of sanctioned credit lines and borrowing facilities                                                |

The Company's risk management is governed by policies monitored by Risk Management Committee, a sub-committee of the Board and as well approved by the Board of Directors. Company's treasury identifies, evaluates and hedges financial risks in close co-ordination with the Company's operating units. The Board provides written principles for overall risk management, as well as policies covering areas such as foreign exchange risk, interest rate risk, credit risk and investment of excess liquidity in short-term Fixed Deposits / Mutual debt funds.

#### a. Credit Risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to financial loss. The Company is exposed to credit risk from its operating activities (primarily trade receivables) and from its financing activities, including deposits with banks and financial institutions, foreign exchange transactions and other financial instruments.

##### a(i) Trade receivables

Customer credit risk is managed by each business unit under the guidance of the credit policy, procedures and control relating to customer credit risk management. Credit quality of a customer is assessed based on financial position, past performance, business/economic conditions, market reputation, expected business etc. Based on this evaluation, credit limit and credit terms are decided. Exposure on customer receivables are regularly monitored and managed through credit lock and release. Further where required the company obtains bank guarantee as security for goods sold.

## Notes forming part of the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

### a(ii) Financial Instruments and cash deposits

Credit risk from balances with banks and financial institutions is managed by the Company's treasury department in accordance with the Company's policy. Investments of surplus funds are made in deposits with reputed banks and short-term liquid funds.

The Company has no exposure to credit risk relating to these cash deposits as at: 31<sup>st</sup> March 2025.

### b. Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises of three types of risks: interest rate risk, currency risk and other price risk, such as equity price risk and commodity risk. Financial instruments affected by market risk include loans and borrowings and deposits.

Market risk exposures are measured using sensitivity analysis. There has been no change in the measurement and management of the Company's exposure to market risks .

#### b(i) Foreign currency risk management

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. Foreign exchange rate exposures are managed within policy parameters approved by Board of Directors The Company manages its foreign currency risk by hedging transactions that are expected to occur within a maximum of 12-month period of forecasted receipts and payments. Exposures relating to capital expenditure beyond a threshold are hedged as per Company policy at the time of commitment.

#### b(ii) Interest rate risk management

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company has been availing the borrowings on a fixed and variable rate of interest. These borrowings are carried at amortised cost. The borrowings on a fixed rate of interest basis are not subject to the interest rate risk as defined in Ind AS 107, since neither the carrying amount nor future cash flows will fluctuate because of change in market interest rates. The borrowings on a variable rate of interest are subject to interest rate risk as defined in Ind AS 107. The Company at the end of March 2025, does not carry any loans with variable interest.

### c. Liquidity risk management

Liquidity Risk refers to the risk that the company cannot meets its financial obligation, the objective of the liquidity risk management is to maintain sufficient liquidity and ensure that funds are available for use as per requirements. The company consistently generated sufficient cash flows from operations to meet its financial obligation including lease liabilities as and when they fall due.

The tables below provide details regarding the contractual maturities of significant financial liabilities as at:

| Particulars                                        | Due in<br>1 <sup>st</sup> year | Due in<br>2 <sup>nd</sup> year | Due in<br>3 <sup>rd</sup> to 5 <sup>th</sup> year | Due after<br>5 <sup>th</sup> year | Total            |
|----------------------------------------------------|--------------------------------|--------------------------------|---------------------------------------------------|-----------------------------------|------------------|
| <b>Year Ended 31-Mar-2025</b>                      |                                |                                |                                                   |                                   |                  |
| <b><u>Non-derivative financial liabilities</u></b> |                                |                                |                                                   |                                   |                  |
| - Trade payables                                   | 7,751.20                       | -                              | -                                                 | -                                 | 7,751.20         |
| - Borrowings                                       | 1,003.61                       | 2,007.23                       | 6,021.68                                          | 3,010.84                          | 12,043.36        |
| - Lease liabilities                                | 117.74                         | 191.87                         | 559.87                                            | 627.97                            | 1,497.45         |
| - Other financial liabilities                      | 11,077.83                      | 186.73                         | -                                                 | -                                 | 11,264.56        |
| <b>Total</b>                                       | <b>19,950.38</b>               | <b>2,385.83</b>                | <b>6,581.55</b>                                   | <b>3,638.81</b>                   | <b>32,556.57</b> |
| <b>Year Ended 31-Mar-2024</b>                      |                                |                                |                                                   |                                   |                  |
| <b><u>Non-derivative financial liabilities</u></b> |                                |                                |                                                   |                                   |                  |
| - Trade payables                                   | 10,164.92                      | -                              | -                                                 | -                                 | 10,164.92        |
| - Borrowings                                       | 332.60                         | -                              | -                                                 | -                                 | 332.60           |
| - Lease liabilities                                | 104.14                         | 189.69                         | 597.38                                            | 575.19                            | 1,466.40         |
| - Other financial liabilities                      | 1,630.75                       | 179.24                         | -                                                 | -                                 | 1,809.99         |
| <b>Total</b>                                       | <b>12,232.41</b>               | <b>368.93</b>                  | <b>597.38</b>                                     | <b>575.19</b>                     | <b>13,773.91</b> |

## Notes forming part of the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

### 39. Disclosure in respect of Related Parties pursuant to Ind AS 24

#### a) List of Related Parties:

##### A) Entities having Joint control of TPL

1. Southern Petrochemical Industries Corporation Limited (SPIC)
2. Tamilnadu Industrial Development Corporation Limited (TIDCO)

##### B) Subsidiaries

1. Certus Investment and Trading Limited (CITL), Mauritius
2. Certus Investment and Trading (S) Private Limited, Singapore

##### C) Associates of Joint Venturers

1. Manali Petrochemicals limited
2. Tuticorin Alkali Chemicals and Fertilizers Ltd.
3. AMCHEM Speciality Chemical Pvt. Ltd., Singapore

##### D) Private company in which a Director or his relative is a Director or Member

1. AM Foundation

##### E) Key Management Personnel

1. Shri D Senthikumar, Managing Director (w.e.f. 6<sup>th</sup> Feb 2025)
2. Shri D Senthikumar, Whole-Time Director (Operations) (till 5<sup>th</sup> Feb 2025)
3. Shri KT Vijayagopal, Whole-Time Director (Finance) & Chief Financial Officer (till 11<sup>th</sup> Feb 2025)
4. Shri C. Parthiban, Chief Financial Officer (w.e.f. 12<sup>th</sup> Feb 2025)
5. Smt Sangeetha Sekar, Company Secretary

#### b) During the year the following transactions were carried out with the related parties in the ordinary course of business:

(₹ in Lakh)

| S I.<br>No. | Particulars                                                                    | Year Ended<br>31-Mar-2025 | Year Ended<br>31-Mar-2024 |
|-------------|--------------------------------------------------------------------------------|---------------------------|---------------------------|
| <b>1</b>    | <b>Dividend paid</b>                                                           |                           |                           |
|             | a) Southern Petrochemical Industries Corporation Limited (SPIC)                | 182.81                    | 228.52                    |
|             | b) Tamilnadu Industrial Development Corporation Limited (TIDCO)                | 190.13                    | 237.66                    |
| <b>2</b>    | <b>Sale of Goods</b>                                                           |                           |                           |
|             | a) Southern Petrochemical Industries Corporation Limited (SPIC)                | 25.07                     | 16.28                     |
|             | b) Manali Petrochemicals Limited                                               | 11,746.70                 | 17,197.19                 |
| <b>3</b>    | <b>Sale of services</b>                                                        |                           |                           |
|             | a) Manali Petrochemicals Limited                                               | 1.18                      | -                         |
| <b>4</b>    | <b>Purchase of goods</b>                                                       |                           |                           |
|             | a) Manali Petrochemicals Limited                                               | 6,052.76                  | 8,741.88                  |
|             | b) Tuticorin Alkali Chemicals and Fertilizers Limited                          | -                         | -                         |
| <b>5</b>    | <b>Services Availed</b>                                                        |                           |                           |
|             | a) Southern Petrochemical Industries Corporation Limited (SPIC)                | 4.54                      | 4.03                      |
|             | b) Manali Petrochemicals Limited - Effluent Line Usage                         | 54.66                     | 68.54                     |
|             | c) AMCHEM Speciality Chemicals Pvt. Ltd., Singapore                            | -                         | 413.99                    |
|             | d) AM Foundation                                                               | 31.58                     | 61.90                     |
| <b>6</b>    | <b>Donations</b>                                                               |                           |                           |
|             | a) AM Foundation                                                               | 6.90                      | 13.00                     |
| <b>7</b>    | <b>Reimbursement of expenses</b>                                               |                           |                           |
|             | a) Southern Petrochemical Industries Corporation Limited (SPIC)                | 0.04                      | -                         |
|             | b) Manali Petrochemicals Limited                                               | 8.92                      | 18.88                     |
| <b>8</b>    | <b>Sitting Fees / Remuneration Paid to Directors (Non executive directors)</b> | 88.00                     | 87.00                     |
| <b>9</b>    | <b>Remuneration to Key Personnel is given below:*</b>                          |                           |                           |
|             | a) Short-term benefits                                                         | 216.85                    | 183.70                    |
|             | b) Other benefits                                                              | 10.76                     | 9.88                      |

\* As the liabilities for gratuity and leave encashment are provided on actuarial basis for the Company as a whole, the amounts pertaining to the key management personnel are not included above.

## Notes forming part of the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

### c) Outstanding Balances:

| S I .<br>No. | Particulars                                                  | Year Ended<br>31-Mar-2025 | Year Ended<br>31-Mar-2024 |
|--------------|--------------------------------------------------------------|---------------------------|---------------------------|
| <b>1</b>     | <b>Trade Payables</b>                                        |                           |                           |
| a)           | Southern Petrochemical Industries Corporation Limited (SPIC) | 1.07                      | 1.04                      |
| b)           | Manali Petrochemicals Limited                                | 67.54                     | 69.26                     |
| c)           | Certus Investment & Trading Limited, Mauritius               | -                         | 1.53                      |
| <b>2</b>     | <b>Trade Receivables</b>                                     |                           |                           |
| a)           | Southern Petrochemical Industries Corporation Limited (SPIC) | -                         | -                         |
| b)           | Manali Petrochemicals Limited                                | 1,049.71                  | 1,351.24                  |
| <b>3</b>     | <b>Deposits held with</b>                                    |                           |                           |
| a)           | Manali Petrochemicals Limited                                | 87.79                     | 102.13                    |

#### Note:

- i) All the liabilities for post retirement benefits being 'Gratuity' are provided on actuarial basis for the Company as a whole, accordingly the amount pertaining to Key management personnel are not included above.

### 40. Accounting Ratios

The ratios for the years ended March 31, 2025 and March 31, 2024 are as follows :

| Name of the Ratio                           | Numerator                                                                                                               | Denominator                                                       | As at<br>31-Mar-2025 | As at<br>31-Mar-2024 | % Change | Remarks                                                            |
|---------------------------------------------|-------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------|----------------------|----------------------|----------|--------------------------------------------------------------------|
| Current ratio (in times)                    | Total current assets                                                                                                    | Total current liabilities                                         | 1.65                 | 3.49                 | -53%     | Decrease in due to increase in current liability                   |
| Debt-Equity ratio (in times)                | Debt consists of borrowings and lease liabilities                                                                       | Total equity                                                      | 0.16                 | 0.02                 | 700%     | Increase is due to increase in borrowings                          |
| Debt service coverage ratio (in times)      | Earning for Debt Service = Net Profit after taxes + Non-cash operating expenses + Interest + Other non-cash adjustments | Debt service = Interest and lease payments + Principal repayments | 23.71                | 14.16                | 67%      | Increase is due to increase in profit and decrease in finance cost |
| Inventory turnover ratio (in times)         | Cost of goods sold                                                                                                      | Average Inventory                                                 | 16.16                | 11.45                | 41%      | Increase is due to decrease in inventory                           |
| Return on equity ratio (in %)               | Profit for the year less Preference dividend (if any)                                                                   | Average total equity                                              | 6.33%                | 5.50%                | 15%      | Increase is due to increase in profit for the year                 |
| Trade receivables turnover ratio (in times) | Revenue from operations                                                                                                 | Average trade receivables                                         | 19.92                | 14.20                | 40%      | Increase is due to decrease in trade receivables days              |
| Trade payables turnover ratio (in times)    | Cost of purchase                                                                                                        | Average trade payables                                            | 12.03                | 9.58                 | 26%      | Increase is due to decrease in trade payable days                  |

## Notes forming part of the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

| Name of the Ratio                     | Numerator                            | Denominator                                                                        | As at 31-Mar-2025 | As at 31-Mar-2024 | % Change | Remarks                               |
|---------------------------------------|--------------------------------------|------------------------------------------------------------------------------------|-------------------|-------------------|----------|---------------------------------------|
| Net capital turnover ratio (in times) | Revenue from operations              | Average working capital (i.e. Total current assets less Total current liabilities) | 6.87              | 4.50              | 53%      | Due to net current liability position |
| Net profit ratio (in %)               | Profit for the year                  | Revenue from operations                                                            | 2.82%             | 2.56%             | 10%      |                                       |
| Return on capital employed (in %)     | Profit before tax and finance costs  | Capital employed = Net worth + total debt + Deferred tax liabilities               | 7.87%             | 7.78%             | 1%       |                                       |
| Return on investment (in %)           | Income generated from invested funds | Average invested funds in treasury investments                                     | -                 | -                 | -        |                                       |

### 41. Disclosure of amount of borrowing cost capitalised during the year

During the year ended 31 March 2025, the Company has capitalised borrowing costs amounting to ₹ 341.75 Lakhs to the cost of qualifying assets in accordance with the principles of Indian Accounting Standard (Ind AS) 23 - 'Borrowing Costs'. Term Loan carrying an interest rate of 9.27% p.a average was utilised for this purpose.

### 42. Disclosure of Transactions With Struck Off Companies

The Company did not have any material transactions with companies struck off under Section 248 of the Companies Act, 2013 or Section 560 of Companies Act, 1956 during the financial year.

### 43. Additional Regulatory Information required under Schedule III of Companies Act, 2013

#### (i) Details of Benami property held

No proceedings have been initiated on or are pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and Rules made thereunder.

#### (ii) Borrowing secured against current assets

The Company has borrowings from banks and financial institutions on the basis of security of current assets. The quarterly returns or statements filed by the Company with banks and financial institutions are in agreement with the books of accounts.

#### (iii) Wilful defaulter

The company has not been declared as Wilful defaulter by any bank or financial institution or government or any government authority.

#### (iv) Registration of charges

The Company do not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

#### (v) Compliance with number of layers of companies

The Company has complied with the number of layers prescribed under the Companies Act, 2013.

#### (vi) Compliance with approved scheme(s) of arrangements

The company has not entered into any scheme of arrangement which has an accounting impact on current financial year.

#### (vii) Utilization of borrowed funds and share premium

During the year, the Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall directly or indirectly lend or invest in other

## Notes forming part of the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

persons or entities identified in any manner whatsoever by or on behalf of the group (Ultimate Beneficiaries) or provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries.

The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the group shall 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.

### (viii) Undisclosed income

There is no income surrendered or disclosed as income during the current financial year in the tax assessments under the Income Tax Act, 1961, and hence requirement to record in the books of accounts does not arise.

### (ix) Details of crypto currency or virtual currency

The Company has not traded or invested in crypto currency or virtual currency during the current year.

### (x) Loans or Advances in the nature of loans are granted to promoters, Directors, KMPs and the related parties

The company has not granted any loans or advances in nature of loans to promoters, directors, KMPs and the related parties (as defined under the Companies Act, 2013) either severally or jointly with any other persons. Hence disclosure under clause (v) of Schedule III of The Companies Act, 2013, is not applicable.

## 44. Earnings per share

|                                                                              | Year Ended<br>31 <sup>st</sup> March, 2025 | Year Ended<br>31 <sup>st</sup> March, 2024 |
|------------------------------------------------------------------------------|--------------------------------------------|--------------------------------------------|
| Profit after taxation (₹ In lacs)                                            | 5,142.52                                   | 4,278.17                                   |
| Weighted number of equity shares outstanding                                 | 89,971,474                                 | 89,971,474                                 |
| Basic and diluted earnings per share - (Face value – ₹10/- per share) (in ₹) | 5.72                                       | 4.76                                       |

## 45. Events after the reporting period

The Board of Directors have recommended a dividend of ₹ 1.20/- per share 12% on 8,99,71,474 equity shares of ₹10/- each for the Financial Year 2024-25 subject to approval of Members at the Annual General Meeting.

## 46. Approval of financial statements

The financial statements were reviewed and recommended by the Audit Committee and approved by the Board of Directors at the meeting held on 06<sup>th</sup> May, 2025.

## 47. Previous Year's figures

Previous year's figures have regrouped wherever necessary to correspond with the current year's disclosure.

In terms of our report attached

**For R.G.N. Price & Co.**

Chartered Accountants

Firm Regn No.002785S

**For and on behalf of the Board of Directors**

**Sriraam Alevoor M**

Partner

M.No. 221354

**Manish Nagpal**

Director

DIN: 03169160

**D Senthikumar**

Managing Director

DIN: 00202578

**C. Parthiban**

Chief Financial Officer

**Sangeetha Sekar**

Company Secretary

M.No. A31391

Place : Chennai

Date : 06<sup>th</sup> May, 2025

## **CONSOLIDATED FINANCIAL STATEMENTS 2024-25**

## INDEPENDENT AUDITOR'S REPORT

### TO THE MEMBERS OF TAMILNADU PETROPRODUCTS LIMITED

#### Report on the Audit of Consolidated Financial Statements

##### Opinion

We have audited the accompanying consolidated financial statements of **Tamilnadu Petroproducts Limited** (hereinafter referred to as "the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), which comprises the Consolidated Balance Sheet as at 31<sup>st</sup> March 2025, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Statement of Cash Flows and the Consolidated Statement of Changes in Equity, for the year then ended and the notes to the consolidated financial statements, including a summary of the material accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of reports of other auditors on separate financial statements, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended ("Ind AS") and other accounting principles generally accepted in India, of the consolidated state of affairs of the Group, as at 31<sup>st</sup> March 2025 and its consolidated profit and consolidated total comprehensive income, the consolidated cash flows and the consolidated statement of changes in equity for the year ended on that date.

##### Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Consolidated Financial Statements* section of our report. We are independent of the Group, in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in India in terms of the Code of Ethics issued by Institute of Chartered Accountants of India ('ICAI') and the relevant provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained, and the audit evidence obtained by the other auditors in terms of their reports referred to in Other Matters paragraph below, is sufficient and appropriate to provide a basis for our opinion on the consolidated financial statements.

##### Emphasis of Matter

We draw attention to Note No 35 C to the consolidated financial statements, which explains about the expiry of lease agreement entered with Government of Tamilnadu relating to the leasehold land as of 12<sup>th</sup> June 2020 and the extension awaited from the Government of Tamilnadu for the request for renewal filed. Pending renewal of the lease agreement, no adjustments have been made in the consolidated financial statements for the year for any potential impact of non-renewal of land lease which is unascertainable at this point of time. Further the management is confident of obtaining the renewal of lease of land in the due course and relying on the same, the accounting as per Ind AS 116- Leases has been done based on lease renewal period and estimated lease rent that would be paid by the Company during the renewal period. Our opinion is not modified in respect of this matter.

##### Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

We have determined the matters described below to be the key audit matters to be communicated in our report. For each matter below, our description of how our audit addressed the matter is provided in that context.

| Accounting for legal and other contractual claims                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  | Our response                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| The Group is involved in litigations comprising of tax matters, legal compliances and other disputes the financial impact of which would largely depend on the decision by the appellate authorities. The Group assess the need to make a provision or disclose a contingency on a case-to-case basis considering the underlying facts of each matter, in consultation with its legal counsel and the level of probability of outflow of economic resources. This involves a high level of management judgement and assumptions which impact the risk assessment and consequential | <p>Our audit procedures included the following:</p> <ul style="list-style-type: none"> <li>Evaluated and tested the Group's processes and controls for monitoring of claims, litigations, disputes, compliance and assessment thereof for determining the likely outcome.</li> <li>Read the summary of the litigations prepared by the management and discussed the material cases to determine the Company's assessment of the likelihood and magnitude of any liability that may arise.</li> <li>Obtained independent legal confirmations from the concerned professionals engaged by the Company, where applicable, to seek their opinion on the status of litigations and checked the management's judgements and assumptions.</li> </ul> |

| Accounting for legal and other contractual claims                                                                                                                                                                                                              | Our response                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| provisioning and disclosure of contingencies in the financial statements. This area is significant to our audit since the completeness and accuracy of accounting and disclosures for contingencies is dependent on such management judgement and assumptions. | <ul style="list-style-type: none"> <li>Discussed with the management to understand the basis of management's judgements and estimates and independently assessed the level of probability of outflow of resources embodying the economic resources to arrive at our judgement of whether a provision was required or a disclosure sufficient.</li> <li>Read the minutes of the board meetings to determine the completeness of claims, disputes, and litigations.</li> <li>Tested the adequacy of disclosures in the consolidated financial statements.</li> <li>Also obtained necessary representation from the management with regard to the provisioning and disclosures in respect of the claims and litigations.</li> </ul> |

### Other Information

The Holding Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report and Report on Corporate Governance but does not include the consolidated financial statements and our auditor's reports thereon. The other information referred to above is expected to be made available to us after the date of this auditor's report.

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

In connection with our audit of the consolidated 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 consolidated financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

When we read the other information, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

### Management's Responsibility for the Consolidated Financial Statements

The Holding 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 consolidated financial statements, that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, consolidated cash flows and consolidated statement of changes in equity of the Group in accordance with the accounting principles generally accepted in India, including Ind AS prescribed under Section 133 of the Act, read with relevant Rules framed thereunder.

The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the 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 consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the respective entities to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the respective entities or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are responsible for overseeing the financial reporting process of the respective companies.

### Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated financial statements.

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The

risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3) (i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the Company or its subsidiaries which are incorporated in India, 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 the 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 Group'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 consolidated 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 Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision, and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which we are the independent auditors. For the other entities included in the consolidated financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion

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

- i. planning the scope of our audit work and in evaluating the results of our work; and

- ii. to evaluate the effect of any identified misstatements in the consolidated financial statements.

We communicate with those charged with governance of the Holding Company 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 consolidated 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**

1. The Group comprises of the Holding Company and the following foreign subsidiaries: Certus Investment and Trading Limited, Mauritius and the step- down subsidiary, Certus Investment and Trading (S) Private Limited, Singapore.
2. We did not audit the financial statements of the above two subsidiaries whose consolidated financial statements reflect total assets of INR.17,525.94 lakhs as at 31<sup>st</sup> March, 2025 (PY: INR 16,434.19 lakhs), total revenue of INR 821.80 lakhs for the year ended on that date (PY: INR 834.11 lakhs), total net profit after tax of INR 692.50 lakhs (PY INR 728.18 lakhs), net cash flows amounting to INR 1260.26 lakhs (PY INR 819.12 lakhs) and other comprehensive income of NIL (PY- NIL) for the year ended on that date, as considered in the consolidated financial statements. The financial statements of these subsidiaries have been audited by other auditors whose report have been furnished to us by the management of the Holding Company and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of the subsidiaries and our report in terms of sub-section (3) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries is based solely on the report of the other auditors.

Our opinion on the consolidated financial statements and our report on Other Legal and Regulatory Requirements below is not modified in respect of the above matter, with respect to our reliance on the work done and the report of the other auditors.

#### **Report on Other Legal and Regulatory Requirements**

1. As required by Section 143(3) of the Act, based on our audit and on the consideration of the report of the other auditors, as applicable, on the respective financial statements and other financial information of the subsidiaries, incorporated outside India referred in the Other Matters Paragraph above, we report, to the extent applicable, 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 of the aforesaid consolidated financial statements.
- b) In our opinion, proper books of account as required by law have been kept by the Group so far as it appears from our examination of those books, returns and the reports of the other auditors, except for the matters stated in the paragraph 1(h)(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014.
- c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Cash Flow Statement and the Consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the relevant books of accounts maintained for the purpose of preparation of the consolidated financial statements.
- d) In our opinion, the aforesaid consolidated financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with relevant Rules made thereunder.
- e) On the basis of the written representations received from the directors and taken on record by the Board of Directors of the Holding Company and the reports of the Statutory Auditors of its subsidiary companies, none of the directors of the companies incorporated in India is disqualified as on 31<sup>st</sup> March 2025 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 Holding Company and the operating effectiveness of such controls, refer our report in **Annexure - A**. Our Report expresses an unmodified opinion on the adequacy and operating effectiveness of the Holding Company's internal financial controls with reference to consolidated financial statements.
- g) With respect to other matters to be included in the Auditor's Report in accordance with the requirement of section 197(16) of the Act, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Holding 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 Auditor's) Rules, 2014 as amended, in our opinion and to the best of our information and according to the explanations given to us:
  - i. Note no.33A and Note No.35 to the consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group.
  - ii. The Group has certain long-term contracts for which there are no material foreseeable losses. The Group did not have any derivative contracts at the year end.
  - iii. There has been no delay in transferring amounts required to be transferred to the Investor Education and Protection Fund by the Holding Company. This clause is not applicable in respect of its Subsidiaries.
  - iv. (a) The Management of the Holding Company has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) other than those disclosed in the consolidated financial statements have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Holding Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Holding Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
    - (b) The Management of the Holding Company has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Holding Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Holding 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;
    - (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. (a) The final dividend proposed in the previous year, declared, and paid by the Holding Company during the year is in accordance with Section 123 of the Act, as applicable. The Holding Company has not paid any interim dividend during the year.

- (b) The Board of Directors of the Holding Company has proposed final dividend for the year which is subject to the approval of the Holding Company's members at the ensuing Annual General Meeting. The amount of dividend proposed is in accordance with section 123 of the Act, as applicable. (Refer note.45 to the consolidated financial statements).

vi. Based on our examination which included test checks, the Company has used accounting software for maintaining its books of account, which have a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the respective software, except for the instances mentioned below:

- (i) The feature of recording audit trail (edit log) was not enabled at the application level for one software (Plant MIS) and at the database level for two software (Plant MIS,TAS) used for maintaining the books of accounts relating to maintenance of production and inventory accounting.

In the case of one accounting software (SAP), which is used for maintaining the books of account relating to general ledger, inventory, sales and production, the database-level audit trail was enabled during the year, however no audit log files were found in the specified directory, and hence the effectiveness of database-level audit logging could not be verified.

- (ii) Daily backup schedule is not configured for one software relating to Material movement in Terminal Accounting system (TAS).

The audit trail has been preserved by the company for the accounting software, except for software (Plant MIS) as mentioned above.

Further, for the periods where audit trail facility was enabled and operated throughout the year for respective accounting software, we did not come across any instance of the audit trail feature being tampered with.

2. In view of the fact that both the subsidiaries in the Group are entities outside India, there is no matter to be disclosed in terms of paragraph 3(xxi) of the Companies Auditor's Report Order, 2020 issued by the Central Government in terms of section 143(11) of the Act.

**For R.G.N. Price & Co.,**  
Chartered Accountants  
F R No.002785S

**Sriram Alevoor M**  
Partner

Place : Udupi,Karnataka  
Date : 6<sup>th</sup> May 2025

M No.221354  
UDIN: 25221354BMMABI6424

## ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT

**[Referred to in Clause (f) of Paragraph 1 of Report on Other Legal and Regulatory Requirements of our report of even date on the Consolidated Financial Statements of the Holding Company, for the year ended 31<sup>st</sup> March 2025]**

In conjunction with our audit of the consolidated financial statements of Tamilnadu Petroproducts Limited (hereinafter referred to as 'the Holding Company') as of and for the year ended March 31, 2025, we have audited the Internal Financial Controls with reference to the financial statements of the Holding Company, as of that date. All the subsidiaries of the Holding Company are companies incorporated outside India.

### **Management's Responsibility for Internal Financial Controls with Reference to Financial Statements**

The Board of Directors of the of the Holding Company, which is incorporated in India, is responsible for establishing and maintaining Internal Financial Controls based on the Guidance Note on Audit of Internal Financial Control 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 the respective 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 ("the Act").

### **Auditor's Responsibility**

Our responsibility is to express an opinion on the Holding 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 Control Over Financial Reporting issued by the ICAI and the Standards on Auditing prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls with reference to financial statements. 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 statement 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 auditor's judgment, including the assessment of the risks of material misstatement of the consolidated 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 Holding 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 Ind AS 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 authorizations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

### **Inherent Limitations of Internal Financial Controls 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 controls 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 Holding 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, 2025, based on the criteria for internal financial controls with reference financial statements stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by ICAI.

**For R.G.N. Price & Co.,**  
Chartered Accountants  
Firm Registration No.002785S

**Sriraam Alevoor M**  
**Partner**  
M No.221354  
UDIN: 25221354BMMABI6424

Place : Udupi, Karnataka  
Date : 06<sup>th</sup> May 2025

## Consolidated Balance Sheet as at 31<sup>st</sup> March, 2025

All amounts are in ₹ lakh unless otherwise stated

| ASSETS                                                                            | Notes | As at<br>31 <sup>st</sup> March, 2025 | As at<br>31 <sup>st</sup> March, 2024 |
|-----------------------------------------------------------------------------------|-------|---------------------------------------|---------------------------------------|
| <b>Non-Current Assets</b>                                                         |       |                                       |                                       |
| a) Property, Plant and Equipment                                                  | 3A    | 27,564.19                             | 29,352.35                             |
| b) Capital Work-in-Progress                                                       | 3A    | 45,172.63                             | 7,303.43                              |
| c) Right of Use-Assets                                                            | 3B    | 978.31                                | 1,068.44                              |
| d) Financial Assets                                                               |       |                                       |                                       |
| i) Investments :                                                                  |       |                                       |                                       |
| (a) Other Investments                                                             | 4     | 1,475.51                              | 1,492.44                              |
| ii) Other Financial Assets                                                        | 5     | 1,595.89                              | 1,511.49                              |
| e) Other Non-Current Assets                                                       | 6     | 7.36                                  | 10.02                                 |
| <b>Total - Non-Current Assets (A)</b>                                             |       | <b>76,793.89</b>                      | <b>40,738.17</b>                      |
| <b>Current Assets</b>                                                             |       |                                       |                                       |
| a) Inventories                                                                    | 7     | 10,281.71                             | 12,285.68                             |
| b) Financial Assets                                                               |       |                                       |                                       |
| i) Trade Receivables                                                              | 8     | 8,729.19                              | 9,616.23                              |
| ii) Cash and Cash equivalents                                                     | 9A    | 23,016.51                             | 16,760.99                             |
| iii) Bank balances other than Cash and Cash equivalents                           | 9B    | 13,606.95                             | 25,455.76                             |
| iv) Other Financial Assets                                                        | 10    | 743.46                                | 1,153.55                              |
| c) Current Tax Assets (Net)                                                       | 11A   | 765.94                                | 1,400.42                              |
| d) Other Current Assets                                                           | 11B   | 1,496.94                              | 1,655.76                              |
| <b>Total - Current Assets (B)</b>                                                 |       | <b>58,640.70</b>                      | <b>68,328.39</b>                      |
| Non-Current Assets held for sale (C)                                              |       | -                                     | -                                     |
| <b>TOTAL ASSETS [(A) + (B)+(C)]</b>                                               |       | <b>135,434.59</b>                     | <b>109,066.56</b>                     |
| <b>EQUITY AND LIABILITIES</b>                                                     |       |                                       |                                       |
| <b>Equity</b>                                                                     |       |                                       |                                       |
| a) Equity Share Capital                                                           | 12    | 8,997.15                              | 8,997.15                              |
| b) Other Equity                                                                   | 13    | 82,190.91                             | 76,949.29                             |
| <b>Total - Equity (A)</b>                                                         |       | <b>91,188.06</b>                      | <b>85,946.44</b>                      |
| <b>Liabilities</b>                                                                |       |                                       |                                       |
| <b>Non-Current Liabilities</b>                                                    |       |                                       |                                       |
| a) Financial Liabilities                                                          |       |                                       |                                       |
| i) Borrowings                                                                     | 14A   | 11,039.75                             | -                                     |
| (a) Lease Liabilities                                                             | 14B   | 1,379.71                              | 1,362.26                              |
| ii) Other Financial Liabilities                                                   | 14C   | 186.74                                | 179.24                                |
| b) Provisions                                                                     | 15    | 5,011.58                              | 5,018.88                              |
| c) Deferred Tax Liabilities (Net)                                                 | 16    | 1,491.57                              | 1,499.91                              |
| d) Other Non-Current Liabilities                                                  | 17    | 154.99                                | 162.45                                |
| <b>Total - Non-Current liabilities (B)</b>                                        |       | <b>19,264.34</b>                      | <b>8,222.74</b>                       |
| <b>Current Liabilities</b>                                                        |       |                                       |                                       |
| a) Financial Liabilities                                                          |       |                                       |                                       |
| i) Borrowings                                                                     | 18A   | 1,003.61                              | 332.60                                |
| (a) Lease Liabilities                                                             | 18B   | 117.74                                | 104.14                                |
| ii) Trade Payables                                                                |       |                                       |                                       |
| Total Outstanding dues of Micro and Small Enterprises                             | 19    | 411.31                                | 557.48                                |
| Total Outstanding dues of Creditors other than Micro and Small Enterprises        |       | 7,352.50                              | 9,625.15                              |
| iii) Other Financial Liabilities                                                  | 20    | 11,077.78                             | 1,630.76                              |
| b) Other Current Liabilities                                                      | 21    | 3,917.04                              | 1,393.91                              |
| c) Provisions                                                                     | 22    | 1,102.21                              | 1,253.34                              |
| <b>Total - Current Liabilities (C)</b>                                            |       | <b>24,982.19</b>                      | <b>14,897.38</b>                      |
| <b>Total Liabilities [(B) + (C)]</b>                                              |       | <b>44,246.53</b>                      | <b>23,120.12</b>                      |
| <b>TOTAL EQUITY AND LIABILITIES [(A) + (B) + (C)]</b>                             |       | <b>135,434.59</b>                     | <b>109,066.56</b>                     |
| Basis of preparation, measurement and material accounting policies                | 2     |                                       |                                       |
| This is Balance Sheet referred to in our report of even date.                     |       |                                       |                                       |
| The accompanying notes form an integral part of Consolidated Financial Statements |       |                                       |                                       |

The accompanying notes form an integral part of Consolidated Financial Statements

In terms of our report attached

**For R.G.N. Price & Co.**

Chartered Accountants

Firm Regn No.002785S

**For and on behalf of the Board of Directors**

**Sriraam Alevoor M**

Partner

M.No. 221354

**Manish Nagpal**

Director

DIN: 03169160

**D Senth Kumar**

Managing Director

DIN:00202578

**C. Parthiban**

Chief Financial Officer

**Sangeetha Sekar**

Company Secretary

M.No. A31391

Place : Chennai

Date : 06<sup>th</sup> May, 2025

## Consolidated Statement of Profit and Loss for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ lakh unless otherwise stated

|                                                                                      | Notes | Year ended<br>31 <sup>st</sup> March, 2025 | Year ended<br>31 <sup>st</sup> March, 2024 |
|--------------------------------------------------------------------------------------|-------|--------------------------------------------|--------------------------------------------|
| <b>INCOME</b>                                                                        |       |                                            |                                            |
| Revenue from operations                                                              | 23    | 182,677.75                                 | 166,857.17                                 |
| Other income                                                                         | 24    | 2,815.50                                   | 3,663.52                                   |
| <b>TOTAL INCOME</b>                                                                  |       | <b>185,493.25</b>                          | <b>170,520.69</b>                          |
| <b>EXPENSES</b>                                                                      |       |                                            |                                            |
| Cost of Materials Consumed                                                           | 25    | 108,640.06                                 | 95,500.10                                  |
| Purchase of Stock-in-Trade                                                           | 26    | 859.06                                     | 74.17                                      |
| Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade        | 27    | 1,035.43                                   | 1,890.36                                   |
| Employee Benefits Expense                                                            | 28    | 5,458.12                                   | 4,938.70                                   |
| Finance Costs                                                                        | 29    | 625.63                                     | 717.98                                     |
| Depreciation and Amortisation Expense                                                | 30    | 2,526.08                                   | 2,262.45                                   |
| Other Expenses                                                                       | 31    | 60,341.88                                  | 57,251.60                                  |
| <b>TOTAL EXPENSE</b>                                                                 |       | <b>179,486.26</b>                          | <b>162,635.36</b>                          |
| <b>PROFIT BEFORE EXCEPTIONAL ITEMS AND TAX</b>                                       |       | <b>6,006.99</b>                            | <b>7,885.33</b>                            |
| Exceptional items - Income / (Expenses)                                              | 32    | 1,850.27                                   | (1,402.08)                                 |
| <b>PROFIT AFTER EXCEPTIONAL ITEMS AND BEFORE TAX</b>                                 |       | <b>7,857.26</b>                            | <b>6,483.25</b>                            |
| <b>TAX EXPENSES</b>                                                                  |       |                                            |                                            |
| - Current tax                                                                        |       | 2,030.56                                   | 1,269.85                                   |
| - Deferred tax                                                                       | 16    | (8.34)                                     | 207.01                                     |
| <b>TOTAL TAX EXPENSE</b>                                                             |       | <b>2,022.22</b>                            | <b>1,476.86</b>                            |
| <b>PROFIT FOR THE YEAR</b>                                                           |       | <b>5,835.04</b>                            | <b>5,006.39</b>                            |
| <b>OTHER COMPREHENSIVE INCOME (OCI)</b>                                              |       |                                            |                                            |
| (i) Items that will not be reclassified to Profit or (Loss)                          |       |                                            |                                            |
| - Re-measurement of Defined Benefit Plan (Net of Tax)                                |       | 42.96                                      | (3.94)                                     |
| (ii) Items that will be reclassified to Profit or (Loss)                             |       |                                            |                                            |
| - Exchange differences in translating the financial statements of foreign operations |       | 443.28                                     | 221.59                                     |
| <b>OTHER COMPREHENSIVE INCOME / (LOSSES)</b>                                         |       | <b>486.24</b>                              | <b>217.65</b>                              |
| <b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>                                       |       | <b>6,321.28</b>                            | <b>5,224.04</b>                            |

Earnings Per Equity Share of ₹ 10 each (Previous year - ₹ 10 each)

Basic and Diluted 6.49 5.56

Basis of preparation, measurement and Material accounting policies

2

This is Statement of Profit and Loss referred to in our report of even date.

The accompanying notes form an integral part of Consolidated Financial Statements

The accompanying notes form an integral part of Consolidated Financial Statements

In terms of our report attached

**For R.G.N. Price & Co.**

Chartered Accountants

Firm Regn No.002785S

**For and on behalf of the Board of Directors**

**Sriram Alevoor M**

Partner

M.No. 221354

**Manish Nagpal**

Director

DIN: 03169160

**D Senthil Kumar**

Managing Director

DIN:00202578

**C. Parthiban**

Chief Financial Officer

**Sangeetha Sekar**

Company Secretary

M.No. A31391

Place : Chennai

Date : 06<sup>th</sup> May, 2025

## Consolidated Statement of Changes in Equity for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

|                                                 | As at<br>31 <sup>st</sup> March, 2025 | As at<br>31 <sup>st</sup> March, 2024 |
|-------------------------------------------------|---------------------------------------|---------------------------------------|
| <b>A. Equity Share Capital</b>                  |                                       |                                       |
| Balance as at the beginning of the year         | 8997.15                               | 8997.15                               |
| Changes in equity share capital during the year | -                                     | -                                     |
| Restated balance at the beginning of the year   | 8997.15                               | 8997.15                               |
| Changes in equity share capital during the year | -                                     | -                                     |
| Balance as at the end of the year               | 8997.15                               | 8997.15                               |
| <b>B. Other Equity</b>                          |                                       |                                       |

|                                                                                    | Reserves and Surplus |                    |                                       | Other Comprehensive Income            |                                                                    | Total      |
|------------------------------------------------------------------------------------|----------------------|--------------------|---------------------------------------|---------------------------------------|--------------------------------------------------------------------|------------|
|                                                                                    | General Reserve      | Securities Premium | Surplus in Statement of Profit & Loss | Remeasurement of Defined Benefit Plan | Exchange Gain/ (Loss) arising on translation of foreign Operations |            |
| Balance as at April 01, 2023                                                       | 15,888.35            | 4,611.57           | 50,630.87                             | (397.74)                              | 2,341.76                                                           | 73,074.81  |
| Profit for the year                                                                | -                    | -                  | 5,006.39                              | -                                     | -                                                                  | 5,006.39   |
| Dividend on Equity Shares                                                          | -                    | -                  | (1,349.57)                            | -                                     | -                                                                  | (1,349.57) |
| Remeasurement of Defined Benefit Plan (Net)                                        | -                    | -                  | -                                     | (3.94)                                | -                                                                  | (3.94)     |
| Exchange differences in translating the financial statements of foreign operations | -                    | -                  | -                                     | -                                     | 221.60                                                             | 221.60     |
| Balance as at March 31, 2024                                                       | 15,888.35            | 4,611.57           | 54,287.69                             | (401.68)                              | 2,563.36                                                           | 76,949.29  |
| Balance as at April 01, 2024                                                       | 15,888.35            | 4,611.57           | 54,287.69                             | (401.68)                              | 2,563.36                                                           | 76,949.29  |
| Profit for the year                                                                | -                    | -                  | 5,835.04                              | -                                     | -                                                                  | 5,835.04   |
| Dividend on Equity Shares                                                          | -                    | -                  | (1,079.66)                            | -                                     | -                                                                  | (1,079.66) |
| Remeasurement of Defined Benefit Plan (Net)                                        | -                    | -                  | -                                     | 42.96                                 | -                                                                  | 42.96      |
| Exchange differences in translating the financial statements of foreign operations | -                    | -                  | -                                     | -                                     | 443.28                                                             | 443.28     |
| Balance as at March 31, 2025                                                       | 15,888.35            | 4,611.57           | 59,043.07                             | (358.72)                              | 3,006.64                                                           | 82,190.91  |

This is the Statement of Changes in Equity referred to in our report of even date.

The accompanying notes form an integral part of Consolidated Financial Statements

In terms of our report attached

**For R.G.N. Price & Co.**

Chartered Accountants

Firm Regn No.002785S

**For and on behalf of the Board of Directors**

**Sriraam Alevoor M**

Partner

M.No. 221354

**Manish Nagpal**

Director

DIN: 03169160

**D Senth Kumar**

Managing Director

DIN:00202578

**C.Parthiban**

Chief Financial Officer

**Sangeetha Sekar**

Company Secretary

M.No. A31391

Place : Chennai

Date : 06<sup>th</sup> May, 2025

## Consolidated Cash Flow Statement for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ lakh unless otherwise stated

|                                                                                    | Year ended<br>31 <sup>st</sup> March, 2025 | Year ended<br>31 <sup>st</sup> March, 2024 |
|------------------------------------------------------------------------------------|--------------------------------------------|--------------------------------------------|
| <b>A CASH FLOWS FROM OPERATING ACTIVITIES:</b>                                     |                                            |                                            |
| Profit Before Tax after exceptional items                                          | 7,857.26                                   | 6,483.25                                   |
| <u>Adjustments for:</u>                                                            |                                            |                                            |
| Depreciation on Property, Plant and Equipment, ROU assets,                         | 2,526.08                                   | 2,262.45                                   |
| (Profit)/Loss on Sale of Property, Plant and Equipment                             | 151.52                                     | (491.74)                                   |
| Profit on Sale of Investment                                                       | (4.37)                                     | (2.35)                                     |
| Finance costs                                                                      | 625.63                                     | 717.98                                     |
| Interest income                                                                    | (1,954.80)                                 | (1,713.43)                                 |
| Provision for diminution in the value of investment                                | -                                          | 15.59                                      |
| Employee benefit obligation - Actuarial                                            | 57.41                                      | (5.27)                                     |
| Exchange differences in translating the financial statements of foreign operations | 443.28                                     | 221.60                                     |
|                                                                                    | <u>1,844.75</u>                            | <u>1,004.83</u>                            |
| Operating profit before working capital changes                                    | 9,702.01                                   | 7,488.08                                   |
| <b>Adjustments for (increase) / decrease in operating assets:</b>                  |                                            |                                            |
| - Inventories                                                                      | 2,003.97                                   | 4,507.96                                   |
| - Trade receivables                                                                | 887.04                                     | 4,270.19                                   |
| - Other financial assets                                                           | (77.05)                                    | (117.32)                                   |
| - Other assets                                                                     | 161.48                                     | 887.00                                     |
| <b>Adjustments for increase / (decrease) in operating liabilities:</b>             |                                            |                                            |
| - Trade payables                                                                   | (2,418.82)                                 | 912.16                                     |
| - Provision and other current liabilities                                          | 2,364.73                                   | 228.67                                     |
| - Other financial liabilities                                                      | 9,341.13                                   | (583.12)                                   |
|                                                                                    | <u>12,262.48</u>                           | <u>10,105.54</u>                           |
| Cash generated from operations                                                     | 21,964.49                                  | 17,593.62                                  |
| Income Tax paid (Net of refunds)                                                   | (1,304.60)                                 | (1,468.60)                                 |
| Net cash (used in) / generated from operating activities - (A)                     | <u>20,659.89</u>                           | <u>16,125.02</u>                           |
| <b>B CASH FLOWS FROM INVESTING ACTIVITIES:</b>                                     |                                            |                                            |
| Capital Expenditure (Including Capital Work In Progress and Capital Advances)      | (38,686.67)                                | (4,480.39)                                 |
| Proceeds from sale of Property, Plant and Equipment and Investment Property        | 18.15                                      | 581.00                                     |
| Proceeds from Sale of Investments                                                  | 4.37                                       | 2.35                                       |
| Investments (in) / Redemption of Equity shares                                     | 16.92                                      | (807.29)                                   |
| Proceeds/(Investment) in Fixed deposits with Bank                                  | 11,848.81                                  | (3,562.07)                                 |
| Interest received                                                                  | 2,357.53                                   | 1,305.67                                   |
|                                                                                    | <u>(24,440.89)</u>                         | <u>(6,960.73)</u>                          |
| Net cash (used in) / generated from investing activities - (B)                     | <u>(24,440.89)</u>                         | <u>(6,960.73)</u>                          |

## Consolidated Cash Flow Statement for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ lakh unless otherwise stated

|                                                                         | Year ended<br>31 <sup>st</sup> March, 2025 | Year ended<br>31 <sup>st</sup> March, 2024 |
|-------------------------------------------------------------------------|--------------------------------------------|--------------------------------------------|
| <b>C CASH FLOWS FROM FINANCING ACTIVITIES:</b>                          |                                            |                                            |
| Payment of lease liabilities                                            | (104.14)                                   | (104.14)                                   |
| (Repayment) / Proceeds from Long-term borrowings                        | 11,039.75                                  | -                                          |
| (Repayment) / Proceeds from Short-term borrowings                       | 671.01                                     | (5,859.16)                                 |
| Finance costs                                                           | (490.44)                                   | (580.87)                                   |
| Dividends paid                                                          | <u>(1,079.66)</u>                          | <u>(1,297.92)</u>                          |
|                                                                         | <b>10,036.52</b>                           | <b>(7,842.09)</b>                          |
| <b>Net cash (used in)/generated financing activities – C</b>            | <b>10,036.52</b>                           | <b>(7,842.09)</b>                          |
| <b>Net increase/(decrease) in cash and cash equivalents – (A+B+C)</b>   | <b>6,255.52</b>                            | <b>1,322.20</b>                            |
| Add: Cash and cash equivalents at the beginning of the year             | 16,760.99                                  | 15,438.79                                  |
| <b>Cash and cash equivalents at the end of the year (Refer Note 9A)</b> | <b>23,016.51</b>                           | <b>16,760.99</b>                           |
| Net increase / (decrease) in cash and cash equivalents                  | <u><b>6,255.52</b></u>                     | <u><b>1,322.20</b></u>                     |

The above Cash Flow Statement has been prepared under the "indirect method" as set out in Indian Accounting Standard (Ind AS 7) - Statement of Cash Flow.

Figures in bracket represent cash out flows

This is Statement of Cash Flow referred to in our report of even date.

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

### Change in Liability arising from Financing Activities:

|                                      | 1 <sup>st</sup> April, 20224 | Cash flows        | 31 <sup>st</sup> March, 2025 |
|--------------------------------------|------------------------------|-------------------|------------------------------|
| Borrowing – Current (Refer Note 18A) | 332.60                       | 671.01            | 1,003.61                     |
|                                      | <u>332.60</u>                | <u>671.01</u>     | <u>1,003.61</u>              |
|                                      | 1 <sup>st</sup> April, 2023  | Cash flows        | 31 <sup>st</sup> March, 2024 |
| Borrowing – Current (Refer Note 18A) | 6,191.76                     | (5,859.16)        | 332.60                       |
|                                      | <u>6,191.76</u>              | <u>(5,859.16)</u> | <u>332.60</u>                |

The accompanying notes form an integral part of Consolidated Financial Statements

In terms of our report attached

**For R.G.N. Price & Co.**

Chartered Accountants

Firm Regn No.002785S

**For and on behalf of the Board of Directors**

**Sriraam Alevoor M**

Partner

M. No. 221354

**Manish Nagpal**

Director

DIN: 03169160

**D Senth Kumar**

Managing Director

DIN: 00202578

**C. Parthiban**

Chief Financial Officer

**Sangeetha Sekar**

Company Secretary

M. No. A31391

Place : Chennai

Date : 06<sup>th</sup> May, 2025

## Notes forming part of the Consolidated Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

### 1. General Information:

#### Corporate Information

The Tamilnadu Petroproducts Limited (the 'Group') is a public limited Company domiciled in India with its registered office located at Manali Express Highway, Manali, Chennai - 600068 jointly promoted by Southern Petrochemical Industries Corporation Limited (SPIC) and Tamilnadu Industrial Development Corporation Limited (TIDCO). The Group is listed on the Bombay Stock Exchange (BSE) and the National Stock Exchange (NSE).

The consolidated financial statements ("CFS") relates to Tamilnadu Petroproducts Limited ("the Parent Company"), its subsidiaries (together, "the Group").

The details of subsidiaries, jointly controlled entity and associate of the Group are as given below:

| Name of the Group                          | Relationship | Country of incorporation | Proportion of ownership interest | Accounts drawn upto / whether Audited |
|--------------------------------------------|--------------|--------------------------|----------------------------------|---------------------------------------|
| Certus Investment and Trading Ltd          | Subsidiary   | Mauritius                | 100%                             | 31.03.2025 Audited                    |
| Certus Investment and Trading(S) Pvt. Ltd* | Subsidiary   | Singapore                | 100%                             | 31.03.2025 Audited                    |

\*Shareholding is through Certus Investment & Trading Limited

The Group is primarily engaged in the manufacturing and sale of petrochemical products viz., Linear Alkyl Benzene (LAB), Caustic Soda, Chlorine and Propylene Oxide..

### 2. Basis of preparation, measurement and significant accounting policies

#### 2.1 Basis of Preparation and Measurement

##### (a) Basis of preparation and consolidation

These Consolidated Financial statements have been prepared in accordance with the Indian Accounting Standards (hereinafter referred to as the 'Ind AS') as notified by Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time.

The Consolidated Financial statements have been prepared on accrual and going concern basis. The accounting policies are applied consistently to all the periods presented in the financial statements.

All assets and liabilities have been classified as current or non-current as per the Group's normal operating cycle, paragraph 66 and 69 of Ind AS 1 and other criteria as set out in the Division II of Schedule III to the Companies Act, 2013.

An asset is treated as current when it is

- Expected to be realised or intended to be sold or consumed in normal operating cycle;
- Held primarily for the purpose of trading;
- Expected to be realised within twelve months after the reporting period; or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is treated as current when

- It is expected to be settled in normal
- It is held primarily for the purpose of trading;
- It is due to be settled within twelve months after the reporting period; or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

## Notes forming part of the Consolidated Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

All other liabilities are classified as non-current.

Based on the nature of products and the time between acquisition of assets for processing and their realization in cash and cash equivalents, the Group has ascertained its operating cycle as 12 months for the purpose of current or non-current classification of assets and liabilities.

Deferred tax assets and liabilities are classified as non-current assets and liabilities

Subsidiaries are entities where the group exercise control or hold more than one-half of its total share capital. The net assets and results of acquired businesses are included in the consolidated financial statements from their respective dates of acquisition, being the date on which the Group obtains control. The results of disposed businesses are included in the consolidated financial statements up to their date of disposal, being the date control ceases.

The consolidated financial statements have been prepared using uniform accounting policies for like transactions and other events in similar circumstances. The accounting policies adopted in the preparation of consolidated financial statements are consistent with those of previous year. The consolidated financial statements of the Group and its subsidiaries have been combined on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses, after eliminating intragroup balances, intra-group transactions and the unrealized profits/losses, unless cost/revenue cannot be recovered.

The Consolidated Financial statements are presented in ₹ the functional currency of the Group. Items included in the financial statements of the Companies are recorded using the currency of the primary economic environment in which the Group operates (the 'functional currency').

Transactions and balances with values below the rounding off norm adopted by the group have been reflected as "0" in the relevant notes to these financial statements.

The Consolidated Financial Statements of the Group for the year ended March 31, 2025 were approved for issue in accordance with the resolution of the Board of Directors on May 06, 2025.

### (b) Basis of measurement:

These Consolidated Financial statements are prepared under the historical cost convention unless otherwise indicated.

## 2.2 Key accounting estimates and judgments:

In the application of the Group's accounting policies the Management of the Group is required to make judgments, estimates and assumptions about the carrying amounts of assets and liabilities, revenue and expenses that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below:

The areas involving critical estimates or judgments are:

- i. **Depreciation and amortization:** Depreciation and amortization is based on management estimates of the future useful life and residual value of certain class of property, plant and equipment and intangible assets. Useful life and residual value of an asset is determined by the Management at the time an asset is acquired and reviewed periodically, including at each financial year end. The lives are based on historical experience with similar assets as well as anticipation of future events, which may impact their life.
- ii. **Employee Benefits:** The present value of the employee benefits obligations depends on a number of factors that are determined on an actuarial basis using a number of assumptions. The assumptions used in determining the net cost (income) includes the discount rate, wage escalation and employee attrition. Any changes in these assumptions will impact the carrying amount of obligations. The discount rate is based on the prevailing market yields of Indian Government securities as at the balance sheet date for the estimated term of the obligations. Actuarial gains/losses relating to defined benefit obligation is recognized in Other Comprehensive income. The sensitivity analysis for changes in estimates is disclosed under relevant Notes.

## Notes forming part of the Consolidated Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

- iii. **Provision and contingencies:** Provisions and contingencies are based on the Management's best estimate of the liabilities based on the facts known at the balance sheet date.
- iv. **Estimation of net realizable value of inventories:** Inventories are stated at the lower of cost and net realizable value. In estimating the net realizable value of inventories, the Group makes an estimate of future selling prices and cost necessary to make the sale.
- v. **Fair valuation:** Fair value is the market based measurement of observable market transaction or available market information.
- vi. **Taxes:** Significant judgments are required in determining the provision for taxes including the amount expected to be paid/recovered for uncertain tax positions.

The principal accounting policies are set out below:

### 2.3 Basis of consolidation:

#### a) Subsidiaries:

Subsidiaries are entities controlled by the Group. The Group controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. The financial statements of subsidiaries are included in the consolidated financial statements from the date on which control is acquired until the date on which control ceases to exist.

#### b) Foreign currency translation:

The consolidated financial statements are presented in Indian Rupee, which is the parent functional and presentation currency and include the financial position and results in respect of foreign operations, initially measured using the currency of the primary economic environment in which the entity operates (i.e. their functional currency) and translated as follows:

- assets and liabilities are translated at the closing rate at the date of that balance sheet;
- income and expenses are translated at average exchange rates;
- all resulting exchange differences are recognized in other comprehensive income;

**The principal accounting policies are set out below:**

### 2.4 Revenue recognition:

The Group derives revenue primarily from sale of industrial intermediate chemicals viz Linear Alkyl Benzene, Caustic Soda Lye and its Derivatives, besides Propylene Oxide.

Revenue from sale of goods or services is recognized when it is probable that the entity will collect the consideration to which it will be entitled in exchange for the goods or services that will be transferred to the customer.

Revenue from sale of products is recognized when control of products being sold is transferred to customer and when there are no longer any unfulfilled obligations. The performance obligations in contracts are considered as fulfilled in accordance with the terms agreed with the respective customers.

Revenue towards satisfaction of a performance obligation is measured at the amount of transaction price (net of variable consideration) allocated to that performance obligation. The transaction price of goods sold and services rendered is net of variable consideration on account of various discounts and schemes offered by the Group as part of the contract.

The Group considers the terms of the contract and its customary business practices to determine the transaction price. The transaction price is the amount of consideration to which an entity expects to be entitled in exchange for transferring promised goods or services to a customer, excluding amounts collected on behalf of third parties ( taxes collected on behalf of Government etc.) .

Interest income is recognized using effective interest method. Dividend income is recognized at the time when the right to receive is established by the reporting date. Other incomes have been recognized on accrual basis in the financial statements, except when there is uncertainty of collection. Foreign currency gain or loss is reported on net basis and includes gain or loss in respect of concluded forward contracts.

## Notes forming part of the Consolidated Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

### Export Incentive:

Export benefits in the nature of focus market scheme are accrued in the year of exports based on the eligibility taking into consideration the prevailing regulations/policies and when there is no uncertainty in receiving the same. Adjustments, if any, to the amounts recognized in accordance with the accounting policy, based on final determination by the authorities, would be dealt with appropriately in the year of final determination and acceptance.

### 2.5 Foreign currencies:

In preparing the financial statements of the Group, transactions in currencies other than the entity's functional currency (foreign currencies) are recognized at the rates of exchange prevailing at the dates of the transactions. At the end of each reporting period, monetary items denominated in foreign currencies are retranslated at the rates prevailing at that date.

Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing at the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated.

Exchange differences on monetary items are recognized in profit or loss in the period in which they arise except for exchange differences on transactions entered into in order to hedge certain foreign currency risks, which are recognised in Other comprehensive income and later to statement of profit and loss.

### 2.6 Borrowing costs:

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

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

All other borrowing costs are expensed in the period in which they are incurred.

### 2.7 Employee benefits

Employee benefits include provident fund, employee state insurance scheme, gratuity fund and compensated absences.

#### a) Defined contribution plans

The Group's contribution to provident fund and employee state insurance scheme are considered as defined contribution plans and are recognized as an expense when employees have rendered service entitling them to the contributions.

With regard to PF contribution made by the group to a Government administered fund and charged as an expense to the Statement of Profit and Loss. The above benefits are classified as Defined Contribution Schemes as the Group has no further defined obligations beyond the monthly contributions.

#### b) Defined benefit plans

For defined benefit plans in the form of gratuity fund, the cost of providing benefits is determined using the projected unit credit method, with actuarial valuations being carried out by an independent actuary at the end of each reporting period. Defined benefit costs are categorized as follows:

- Service cost (including current service cost, past service cost, as well as gains and losses on curtailments and settlements);
- Net interest expense or income; and
- Re-measurement

The Group presents the first two components of defined benefit costs in profit or loss in the line item 'Employee benefits expense'. Net interest is calculated by applying the discount rate at the beginning of the period to the net defined benefit liability or asset. Re-measurement, comprising actuarial gains and losses, the effect of the changes to the asset ceiling (if applicable) and the return on plan assets (excluding net interest), is reflected immediately in the balance sheet with a charge or credit recognized in other comprehensive income in the period in which they occur. Re-measurement recognized in other comprehensive income is reflected immediately in retained earnings and is not reclassified to profit or loss. Curtailment gains and losses are accounted for as past service costs. Past service cost is recognized in profit or loss in the period of a plan amendment.

## Notes forming part of the Consolidated Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

The obligation recognized in the balance sheet represents the actual deficit or surplus in the Group's defined benefit plans. Any surplus resulting from this calculation is limited to the present value of any economic benefits available in the form of refunds from the plans or reductions in future contributions to the plans.

### c) Short-term employee benefits:

Short term employee benefits including accumulated compensated absences as at the Balance Sheet date are recognized as an expense as per Group's schemes based on expected obligation on an undiscounted basis.

### d) Other long-term employee benefits:

Other Long term employee benefit comprise of leave encashment which is provided for based on the actuarial valuation carried out as at the end of the year.

Liabilities recognized in respect of other long-term employee benefits are measured at the present value of the estimated future cash outflows expected to be made by the Group in respect of services provided by employees up to the reporting date.

## 2.8 Earnings per share:

Basic earnings per share is computed by dividing the profit/ (loss) attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit / (loss) attributable to equity shareholders as adjusted for dividend, interest and other charges to expense or income relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations.

## 2.9 Taxes on Income:

Income tax expense comprises current and deferred taxes. Income tax expense is recognized in the Statement of Profit and Loss except to the extent it relates to items recognized directly in equity, in which case it is recognized in equity.

### • Current tax

Current tax is determined as the amount of tax payable in respect of taxable income for the year as determined in accordance with the applicable tax rates and the provisions of the Income-tax Act, 1961.

Current tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity).

The Group offsets current tax assets and current tax liabilities, where it has a legally enforceable right to set off the recognized amounts and where it intends either to settle on a net basis or to realise the assets and settle the liability simultaneously.

### • Deferred tax

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognized for all taxable temporary differences. Deferred tax assets are generally recognized for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences and tax losses can be utilized. Such deferred tax assets and liabilities are not recognized if the temporary difference arises from the initial recognition (other than in a business combination) of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit. Deferred tax assets include unused tax credits.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realized, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax relating to items recognised outside the Statement of Profit and Loss is recognised outside Statement of Profit and Loss (either in other comprehensive income or in equity).

## Notes forming part of the Consolidated Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

Deferred income taxes are not recognized on undistributed earnings of subsidiaries where it is expected that earnings of subsidiaries will not be distributed in the foreseeable future.

- **Current and deferred tax for the year**

Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

### 2.10 Property, plant and equipment and Capital Work-in-progress

#### A. Owned Assets

Property, plant and equipment are stated in the Balance Sheet at cost less accumulated depreciation and accumulated impairment losses, if any. Cost includes purchase price, attributable expenditure incurred in bringing the asset to its working condition for the intended use and cost of borrowing till the date of capitalization in the case of assets involving material investment and substantial lead time.

Properties in the course of construction for production, supply or administrative purposes are carried at cost, less any recognized impairment loss. Depreciation of these assets, on the same basis as other property assets, commences when the assets are ready for their intended use.

Items such as spare parts, stand-by equipment and servicing equipment that meet the definition of property, plant and equipment are capitalized at cost and depreciated over their useful life. Costs in nature of repairs and maintenance are recognized in the Statement of Profit and Loss as and when incurred. Subsequent expenditures relating to property, plant and equipment is capitalized only when it is probable that future economic benefits associated with these will flow to the Group and the cost of the item can be measured reliably

Cost of assets not ready for intended use, as on the Balance Sheet date, is shown as capital work in progress. Advances given towards acquisition of fixed assets outstanding at each Balance Sheet date are disclosed as Other Non-Current Assets.

Depreciation is provided on the straight-line method as per the useful life prescribed in Schedule II to the Companies Act, 2013 except in respect of following categories of assets in whose case the life of certain assets has been assessed based on technical advice taking into account the nature of the asset, the estimated usage of the asset, the operating condition of the asset, past history of replacement, maintenance support etc.

- i) Plant and Machinery - 5-25 years
- ii) Office Equipment - 3 years
- iii) Furniture & Fixtures - 5 years
- iv) Vehicles - 5 years

Each major part of property, plant and equipment with a cost that is significant in relation to its total cost of the item is depreciated separately.

The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis. Land is not depreciated.

An item of property, plant and equipment is derecognized upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognized in the statement of profit or loss.

#### B. Leased Assets

The Group lease asset classes primarily consist of leases for Land and Buildings and Plant & Machinery. The Group assesses whether a contract is or contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Group assesses whether:

## Notes forming part of the Consolidated Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

- (i) the contract involves the use of an identified asset
- (ii) the Group has substantially all of the economic benefits from use of the asset through the period of the lease and
- (iii) the Group has the right to direct the use of the asset.

At the date of commencement of the lease, the Group recognises a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and leases of low value assets. For these short-term and leases of low value assets, the Group recognises the lease payments as an operating expense on a straight-line basis over the term of the lease.

The right-of-use assets are initially recognised at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement

Lease liability and ROU asset have been separately presented in the Balance Sheet and lease payments have been classified as financing cash flows.

### C. Capital work-in-progress

Capital work-in-progress comprises of property, plant and equipment that are not ready for their intended use at the end of reporting period and are carried at cost comprising direct costs, related incidental expenses, other directly attributable costs and borrowing costs.

Temporarily suspended projects do not include those projects where temporary suspension is a necessary part of the process of getting an asset ready for its intended use.

### 2.11 Investment Property:

Investment property represents property held to earn rentals or for capital appreciation or both.

Investment property are measured initially at cost, including transaction costs. Subsequent to initial recognition, investment properties are stated at cost less accumulated depreciation and accumulated impairment loss, if any. The cost includes the cost of replacing parts and borrowing costs for long-term construction projects if the recognition criteria are met. When significant parts of the investment property are required to be replaced at intervals, the group depreciates them separately based on their specific useful lives. All other repair and maintenance costs are recognised in the Statement of Profit and Loss as incurred.

Though the Group measures investment property using cost based measurement, the fair value of investment property is disclosed in the notes. The best evidence of fair value is current prices in an active market for similar properties. The market rate for sale/purchase of such premises are representative of fair values. Group investment properties are at a location where active market is available for similar kind of properties. Hence, fair value is ascertained on the basis of market rates prevailing for similar properties in those location.

Pursuant to transition to Ind AS, the Group has elected to continue with the carrying value of all of its Investment Properties as per the previous GAAP as its deemed cost on the transition date.

Investment properties are derecognised either when they have been disposed of or when they are permanently withdrawn from use and no future economic benefit is expected from their disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognised in the Statement of Profit and Loss in the period of derecognition.

### 2.12 Intangible Assets:

#### a) Measurement at recognition:

Intangible assets acquired separately are measured on initial recognition at cost. Intangible assets arising on acquisition of business are measured at fair value as at date of acquisition. Research costs are not capitalized and the related expenditure is recognized in the Statement of Profit and Loss in the period in which the expenditure is incurred. Following initial recognition, intangible assets are carried at cost less accumulated amortization and accumulated impairment loss, if any.

#### b) Amortization:

Intangible assets with finite useful life are amortized over their respective individual estimated useful lives on a straight-line basis, from the date that they are available for use. An intangible asset with an indefinite useful life is not amortized.

## Notes forming part of the Consolidated Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

The amortization period and the amortization method for intangible assets are reviewed at the end of each financial year. If any of these expectations differ from previous estimates, such change is accounted for as a change in an accounting estimate.

### c) **Derecognition:**

The carrying amount of an intangible asset is derecognized on disposal or when no future economic benefits are expected from its use or disposal. The gain or loss arising from the Derecognition of an intangible asset is measured as the difference between the net disposal proceeds and the carrying amount of the intangible asset and is recognized in the Statement of Profit and Loss when the asset is derecognized.

### 2.13 **Impairment of assets:**

The Group assesses at each reporting date whether there is an indication that an asset/cash generating unit may be impaired. If any indication exists the Group estimates the recoverable amount of such assets and if carrying amount exceeds the recoverable amount, impairment is recognized. The recoverable amount is the higher of the fair value less its cost of disposal and its value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using an appropriate pre-tax discount factor.

Investments in subsidiaries and associates are reviewed for impairment if there is an indication that carrying amount may not be recoverable.

Impairment losses, if any, are recognized in the statement of profit and loss and included in the depreciation and amortization expense. When there is indication that previously recognized impairment loss no longer exists or may have decreased due to change in estimates used to determine the asset's recoverable amount since the last impairment loss was recognized such reversal of impairment loss is recognized in the statement of profit or loss. The increased carrying amount of an asset attributable to a reversal of an impairment loss does not exceed the carrying amount that would have been determined (net of amortization or depreciation) had no impairment loss been recognized for the asset in prior years.

### 2.14 **Inventories:**

Raw materials and other inventories are valued at lower of cost and net realizable value. However, materials and other items held for use in production of inventories are not written down below cost if the finished goods in which they will be incorporated are expected to be sold at or above cost. Net realizable value represents the estimated selling price of inventories less all estimated costs of completion and costs necessary to make the sale.

The method of determination of cost of various categories of inventories is as follows:

- Raw material, Stores and spares – Weighted average cost.
- Finished goods and Work-in-process – Weighted average cost of production which comprises of direct material costs, direct wages and applicable overheads.
- Stock-in-trade – Weighted average cost

Cost of inventory comprises all costs of purchase, duties, taxes (other than those subsequently recoverable from tax authorities) and all other costs incurred in bringing the inventory to their present location and condition. Cost of finished goods and work-in-progress includes the cost of raw materials, packing materials, an appropriate share of fixed and variable production overheads and other costs incurred in bringing the inventories to their present location and condition.

Fixed overheads are allocated on the basis of normal production facilities.

Goods in transit are stated at actual cost incurred up to the reporting date.

### 2.15 **Exceptional item:**

Significant gains/losses or expenses incurred arising from external events that is not expected to recur are disclosed as 'Exceptional item'.

### 2.16 **Provisions, contingent liabilities and contingent assets:**

Provisions are recognized only when there is a present obligation (legal and constructive) as a result of past events and when a reasonable estimate of the amount of obligation can be made. The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. When a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of the time value of money is material).

## Notes forming part of the Consolidated Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

Contingent liabilities are disclosed for (i) possible obligation which will be confirmed only by future events not wholly within the control of the Group or (ii) present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.

When there is a possible obligation or a present obligation in respect of which likelihood of outflow of resources embodying economic benefits is remote, no provision or disclosure is made.

Contingent assets are not recognized. It is disclosed only when the inflow of economic benefits is probable.

### 2.17 Financial instruments:

Financial assets and financial liabilities are recognized when the Group becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognized immediately in profit or loss.

### 2.18 Financial assets:

All regular way purchases or sales of financial assets are recognized and derecognized on a trade date basis. Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets within the time frame established by regulation or convention in the marketplace.

All recognized financial assets are subsequently measured in their entirety at either amortized cost or fair value, depending on the classification of the financial assets.

### 2.19 Classification of financial assets:

Debt instruments that meet the following conditions are subsequently measured at amortized cost (except for debt instruments that are designated as at fair value through profit or loss on initial recognition):

- the asset is held within a business model whose objective is to hold assets in order to collect contractual cash flows; and
- the contractual terms of the instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Debt instruments that meet the following conditions are subsequently measured at fair value through other comprehensive income (except for debt instruments that are designated as at fair value through profit or loss on initial recognition):

- the asset is held within a business model whose objective is achieved both by collecting contractual cash flows and selling financial assets; and
- the contractual terms of the instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Interest income is recognized in profit or loss for Fair value through other comprehensive income (FVTOCI) debt instruments. For the purposes of recognizing foreign exchange gains and losses, FVTOCI debt instruments are treated as financial assets measured at amortized cost. Thus, the exchange differences on the amortized cost are recognized in profit or loss and other changes in the fair value of FVTOCI financial assets are recognized in other comprehensive income and accumulated under the heading of 'Reserve for debt instruments through other comprehensive income'. When the investment is disposed of, the cumulative gain or loss previously accumulated in this reserve is reclassified to profit or loss.

All other financial assets are subsequently measured at fair value.

### 2.20 Assets held for sale:

Non-current assets or disposal groups comprising of assets and liabilities are classified as 'held for sale' when all the following criteria are met: (i) decision has been made to sell, (ii) the assets are available for immediate sale in its present condition, (iii) the assets are being actively marketed and (iv) sale has been agreed or is expected to be concluded within 12 months of the Balance Sheet date.

## Notes forming part of the Consolidated Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

Subsequently, such non-current assets and disposal groups classified as 'held for sale' are measured at the lower of its carrying value and fair value less costs to sell. Non-current assets held for sale are not depreciated or amortised.

### 2.21 Effective interest method:

The effective interest method is a method of calculating the amortized cost of a debt instrument and of allocating interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the debt instrument, or, where appropriate, a shorter period, to the net carrying amount on initial recognition.

Income is recognized on an effective interest basis for debt instruments other than those financial assets classified as at FVTPL. Interest income is recognized in profit or loss and is included in the "Other income" line item.

### 2.22 Investments in Subsidiaries, Associates and Joint Ventures:

Investments in Subsidiaries, Associates and Joint Ventures are carried at cost less accumulated impairment losses, if any. Where an indication of impairment exists, the carrying amount of the investment is assessed and written down immediately to its recoverable amount. On disposal of investments in subsidiaries, associates and joint venture, the difference between net disposal proceeds and the carrying amounts are recognised in the Statement of Profit and Loss.

### 2.23 Investments in equity instruments at FVTOCI

On initial recognition, the Group can make an irrevocable election (on an instrument-by-instrument basis) to present the subsequent changes in fair value in other comprehensive income pertaining to investments in equity instruments. This election is not permitted if the equity investment is held for trading. These elected investments are initially measured at fair value plus transaction costs. Subsequently, they are measured at fair value with gains and losses arising from changes in fair value recognized in other comprehensive income and accumulated in the 'Reserve for equity instruments through other comprehensive income'. The cumulative gain or loss is not reclassified to profit or loss on disposal of the investments.

A financial asset is held for trading if:

- it has been acquired principally for the purpose of selling it in the near term; or
- on initial recognition it is part of a portfolio of identified financial instruments that the Group manages together and has a recent actual pattern of short-term profit-taking; or
- it is a derivative that is not designated and effective as a hedging instrument or a financial guarantee.

Dividends on these investments in equity instruments are recognized in profit or loss when the Group's right to receive the dividends is established, it is probable that the economic benefits associated with the dividend will flow to the entity, the dividend does not represent a recovery of part of cost of the investment and the amount of dividend can be measured reliably. Dividends recognized in profit or loss are included in the 'Other income' line item.

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

Investments in equity instruments are classified as at FVTPL, unless the Group irrevocably elects on initial recognition to present subsequent changes in fair value in other comprehensive income for investments in equity instruments which are not held for trading.

Debt instruments that do not meet the amortized cost criteria or FVTOCI criteria are measured at FVTPL. In addition, debt instruments that meet the amortized cost criteria or the FVTOCI criteria but are designated as at FVTPL are measured at FVTPL.

A financial asset that meets the amortized cost criteria or debt instruments that meet the FVTOCI criteria may be designated as at FVTPL upon initial recognition if such designation eliminates or significantly reduces a measurement or recognition inconsistency that would arise from measuring assets or liabilities or recognizing the gains and losses on them on different bases. The Group has not designated any debt instrument as at FVTPL.

Financial assets at FVTPL are measured at fair value at the end of each reporting period, with any gains or losses arising on remeasurement recognized in profit or loss. The net gain or loss recognized in profit or loss incorporates any dividend or interest earned on the financial asset and is included in the 'Other income' line item. Dividend on financial assets at FVTPL is recognized when the Group's right to receive the dividends is established, it is probable that the economic benefits associated with the dividend will flow to the entity, the dividend does not represent a recovery of part of cost of the investment and the amount of dividend can be measured reliably.

## Notes forming part of the Consolidated Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

### 2.25 Impairment of financial assets:

The Group applies the expected credit loss model for recognizing impairment loss on financial assets measured at amortized cost, trade receivables, and other contractual rights to receive cash or other financial asset, and financial guarantees not designated as at FVTPL.

Expected credit losses are the weighted average of credit losses with the respective risks of default occurring as the weights. Credit loss is the difference between all contractual cash flows that are due to the Group in accordance with the contract and all the cash flows that the Group expects to receive (i.e. all cash shortfalls), discounted at the original effective interest rate (or credit-adjusted effective interest rate for purchased or originated credit-impaired financial assets). The Group estimates cash flows by considering all contractual terms of the financial instrument through the expected life of that financial instrument.

The Group measures the loss allowance for a financial instrument at an amount equal to the lifetime expected credit losses if the credit risk on that financial instrument has increased significantly since initial recognition. If the credit risk on a financial instrument has not increased significantly since initial recognition, the Group measures the loss allowance for that financial instrument at an amount equal to 12-month expected credit losses. 12-month expected credit losses are portion of the lifetime expected credit losses and represent the lifetime cash shortfalls that will result if default occurs within the 12 months after the reporting date and thus, are not cash shortfalls that are predicted over the next 12 months.

If the Group measured loss allowance for a financial instrument at lifetime expected credit loss model in the previous period, but determines at the end of a reporting period that the credit risk has not increased significantly since initial recognition due to improvement in credit quality as compared to the previous period, the Group again measures the loss allowance based on 12-month expected credit losses.

When making the assessment of whether there has been a significant increase in credit risk since initial recognition, the Group uses the change in the risk of a default occurring over the expected life of the financial instrument instead of the change in the amount of expected credit losses. To make that assessment, the Group compares the risk of a default occurring on the financial instrument as at the reporting date with the risk of a default occurring on the financial instrument as at the date of initial recognition and considers reasonable and supportable information, that is available without undue cost or effort, that is indicative of significant increases in credit risk since initial recognition.

For trade receivables or any contractual right to receive cash or another financial asset that result from transactions that are within the scope of Ind AS 11 and Ind AS 18, the Group always measures the loss allowance at an amount equal to lifetime expected credit losses.

Further, for the purpose of measuring lifetime expected credit loss allowance for trade receivables, the Group has used a practical expedient as permitted under Ind AS 109. This expected credit loss allowance is computed based on a provision matrix which takes into account historical credit loss experience and adjusted for forward-looking information.

The impairment requirements for the recognition and measurement of a loss allowance are equally applied to debt instruments at FVTOCI except that the loss allowance is recognized in other comprehensive income and is not reduced from the carrying amount in the balance sheet.

### 2.26 Derecognition of financial assets:

The Group derecognizes a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party. If the Group neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Group recognizes its retained interest in the asset and an associated liability for amounts it may have to pay. If the Group retains substantially all the risks and rewards of ownership of a transferred financial asset, the Group continues to recognize the financial asset and also recognizes a collateralized borrowing for the proceeds received.

On derecognition of a financial asset in its entirety, the difference between the asset's carrying amount and the sum of the consideration received and receivable and the cumulative gain or loss that had been recognized in other comprehensive income and accumulated in equity is recognized in profit or loss if such gain or loss would have otherwise been recognized in profit or loss on disposal of that financial asset.

On derecognition of a financial asset other than in its entirety, the Group allocates the previous carrying amount of the financial asset between the part it continues to recognize under continuing involvement, and the part it no longer recognizes on the basis of the relative fair values of those parts on the date of the transfer. The difference between the carrying amount allocated to the part that is no longer recognized and the sum of the consideration received for the part no longer recognized and any cumulative gain or loss allocated to it that had been recognized in other comprehensive income is recognized in profit or loss if such gain or loss would have otherwise been recognized in profit or loss on disposal of that financial asset.

## Notes forming part of the Consolidated Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

A cumulative gain or loss that had been recognized in other comprehensive income is allocated between the part that continues to be recognized and the part that is no longer recognized on the basis of the relative fair values of those parts.

### 2.27 Foreign exchange gains and losses:

The fair value of financial assets denominated in a foreign currency is determined in that foreign currency and translated at the spot rate at the end of each reporting period.

- For foreign currency denominated financial assets measured at amortized cost and FVTPL, the exchange differences are recognized in profit or loss except for those which are designated as hedging instruments in a hedging relationship.
- Changes in the carrying amount of investments in equity instruments at FVTOCI relating to changes in foreign currency rates are recognized in other comprehensive income.

For the purposes of recognizing foreign exchange gains and losses, FVTOCI debt instruments are treated as financial assets measured at amortized cost. Thus, the exchange differences on the amortized cost are recognized in profit or loss and other changes in the fair value of FVTOCI financial assets are recognized in other comprehensive income.

### 2.28 Financial liabilities and equity instruments:

#### a. Classification as debt or equity

Debt and equity instruments issued by the Group are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

#### b. Equity instruments

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by the Group are recognized at the proceeds received, net of direct issue costs.

Repurchase of the Group's own equity instruments is recognized and deducted directly in equity. No gain or loss is recognized in profit or loss on the purchase, sale, issue or cancellation of the Group's own equity instruments.

#### c. Financial liabilities

All financial liabilities are subsequently measured at amortized cost using the effective interest method or at FVTPL.

However, financial liabilities that arise when a transfer of a financial asset does not qualify for derecognition or when the continuing involvement approach applies, financial guarantee contracts issued by the Group, and commitments issued by the Group to provide a loan at below-market interest rate are measured in accordance with the specific accounting policies set out below.

#### d. Financial liabilities at FVTPL

Financial liabilities are classified as at FVTPL when the financial liability is either contingent consideration recognized by the Group as an acquirer in a business combination to which Ind AS 103 applies or is held for trading or it is designated as at FVTPL.

A financial liability is classified as held for trading if:

- it has been incurred principally for the purpose of repurchasing it in the near term; or
- on initial recognition it is part of a portfolio of identified financial instruments that the Group manages together and has a recent actual pattern of short-term profit-taking; or
- it is a derivative that is not designated and effective as a hedging instrument.

A financial liability other than a financial liability held for trading or contingent consideration recognized by the Group as an acquirer in a business combination to which Ind AS 103 applies, may be designated as at FVTPL upon initial recognition if:

- such designation eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise;
- the financial liability forms part of group of financial assets or financial liabilities or both, which is managed and its performance is evaluated on a fair value basis, in accordance with the Group's documented risk management or investment strategy, and information about the grouping is provided internally on that basis; or

## Notes forming part of the Consolidated Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

- It forms part of a contract containing one or more embedded derivatives, and Ind AS 109 permits the entire combined contract to be designated as at FVTPL in accordance with Ind AS 109.

Financial liabilities at FVTPL are stated at fair value, with any gains or losses arising on remeasurement recognized in profit or loss. The net gain or loss recognized in profit or loss incorporates any interest paid on the financial liability and is included in the 'Other income' line item.

However, for non-held-for-trading financial liabilities that are designated as at FVTPL, the amount of change in the fair value of the financial liability that is attributable to changes in the credit risk of that liability is recognized in other comprehensive income, unless the recognition of the effects of changes in the liability's credit risk in other comprehensive income would create or enlarge an accounting mismatch in profit or loss, in which case these effects of changes in credit risk are recognized in profit or loss. The remaining amount of change in the fair value of liability is always recognized in profit or loss. Changes in fair value attributable to a financial liability's credit risk that are recognized in other comprehensive income are reflected immediately in retained earnings and are not subsequently reclassified to profit or loss.

Gains or losses on financial guarantee contracts and loan commitments issued by the Group that are designated by the Group as at fair value through profit or loss are recognized in profit or loss.

### e. Financial liabilities subsequently measured at amortized cost

Financial liabilities that are not held-for-trading and are not designated as at FVTPL are measured at amortized cost at the end of subsequent accounting periods. The carrying amounts of financial liabilities that are subsequently measured at amortized cost are determined based on the effective interest method. Interest expense that is not capitalized as part of costs of an asset is included in the 'Finance costs' line item.

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

### f. Foreign exchange gains and losses

For financial liabilities that are denominated in a foreign currency and are measured at amortized cost at the end of each reporting period, the foreign exchange gains and losses are determined based on the amortized cost of the instruments and are recognized in 'Other income'.

The fair value of financial liabilities denominated in a foreign currency is determined in that foreign currency and translated at the spot rate at the end of the reporting period. For financial liabilities that are measured as at FVTPL, the foreign exchange component forms part of the fair value gains or losses and is recognized in profit or loss.

### g. De-recognition of financial liabilities

The Group derecognizes financial liabilities when, and only when, the Group's obligations are discharged, cancelled or have expired. An exchange between with a lender of debt instruments with substantially different terms is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. Similarly, a substantial modification of the terms of an existing financial liability (whether or not attributable to the financial difficulty of the debtor) is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. The difference between the carrying amount of the financial liability derecognized and the consideration paid and payable is recognized in profit or loss.

**Notes forming part of the Consolidated Financial Statements for the year ended 31<sup>st</sup> March, 2025**

All amounts are in ₹ Lakh unless otherwise stated

|                                                                          | As at<br>31 <sup>st</sup> March, 2025 | As at<br>31 <sup>st</sup> March, 2024 |
|--------------------------------------------------------------------------|---------------------------------------|---------------------------------------|
| <b>3A (a) Property, Plant and Equipment and Capital work-in-progress</b> |                                       |                                       |
| Land                                                                     | 1,687.33                              | 1,687.33                              |
| Buildings                                                                | 59.84                                 | 87.68                                 |
| Plant and Machinery                                                      | 25,741.62                             | 27,480.16                             |
| Furniture and Fixtures                                                   | 39.81                                 | 21.18                                 |
| Office Equipments                                                        | 20.04                                 | 39.11                                 |
| Vehicles                                                                 | 15.55                                 | 36.89                                 |
| <b>Total Property, plant and equipment</b>                               | <b>27,564.19</b>                      | <b>29,352.35</b>                      |
| <b>(b) Capital work-in-progress</b>                                      |                                       |                                       |
| - Capital work-in-Progress                                               | 45,172.63                             | 7,303.43                              |
| <b>Total Capital work-in-Progress</b>                                    | <b>45,172.63</b>                      | <b>7,303.43</b>                       |

| Gross Block                                          | Land     | Buildings | Plant & Machinery | Furniture & Fixtures | Office Equipment | Vehicles | Total     |
|------------------------------------------------------|----------|-----------|-------------------|----------------------|------------------|----------|-----------|
| <b>Opening Balance at 1<sup>st</sup> April, 2023</b> | 1,687.33 | 1,067.95  | 34,715.08         | 37.50                | 181.15           | 74.77    | 37,763.78 |
| - Additions                                          | -        | 29.36     | 7,882.64          | 12.63                | 49.89            | 10.68    | 7,985.20  |
| - Disposals                                          | -        | -         | (8.94)            | -                    | (6.06)           | (20.43)  | (35.43)   |
| <b>Balance at 31<sup>st</sup> March, 2024</b>        | 1,687.33 | 1,097.31  | 42,588.78         | 50.13                | 224.98           | 65.02    | 45,713.55 |
| - Additions                                          | -        | -         | 784.07            | 27.03                | 6.37             | -        | 817.47    |
| - Disposals                                          | -        | -         | (886.95)          | (9.98)               | (73.05)          | (27.49)  | (997.47)  |
| <b>Balance at 31<sup>st</sup> March, 2025</b>        | 1,687.33 | 1,097.31  | 42,485.90         | 67.18                | 158.30           | 37.53    | 45,533.55 |

| Accumulated Depreciation and Impairment               | Land     | Buildings | Plant & Machinery | Furniture & Fixtures | Office Equipment | Vehicles | Total     |
|-------------------------------------------------------|----------|-----------|-------------------|----------------------|------------------|----------|-----------|
| <b>Opening Balance at 1<sup>st</sup> April, 2023</b>  | 0.00     | 942.76    | 13,048.23         | 25.41                | 169.72           | 30.20    | 14,216.32 |
| - Depreciation expense                                | -        | 66.87     | 2,066.04          | 3.54                 | 22.21            | 13.66    | 2,172.32  |
| - Eliminated on disposals                             | -        | -         | (5.65)            | -                    | (6.06)           | (15.73)  | (27.44)   |
| <b>Balance at 31<sup>st</sup> March, 2024</b>         | -        | 1,009.63  | 15,108.62         | 28.95                | 185.87           | 28.13    | 16,361.20 |
| - Depreciation expense                                | -        | 27.84     | 2,365.28          | 6.30                 | 23.58            | 12.95    | 2,435.95  |
| - Eliminated on disposals                             | -        | -         | (729.62)          | (7.88)               | (71.19)          | (19.10)  | (827.79)  |
| <b>Balance at 31<sup>st</sup> March, 2025</b>         | -        | 1,037.47  | 16,744.28         | 27.37                | 138.26           | 21.98    | 17,969.36 |
| <b>Carrying amount at 31<sup>st</sup> March, 2025</b> | 1,687.33 | 59.84     | 25,741.62         | 39.81                | 20.04            | 15.55    | 27,564.19 |
| <b>Carrying amount at 31<sup>st</sup> March, 2024</b> | 1,687.33 | 87.68     | 27,480.16         | 21.18                | 39.11            | 36.89    | 29,352.35 |

| Capital work in progress movement                    | Total            |
|------------------------------------------------------|------------------|
| <b>Opening Balance at 1<sup>st</sup> April, 2023</b> | <b>10,808.24</b> |
| - Additions during the year                          | 3,898.36         |
| - Capitalised during the year                        | (7,403.17)       |
| <b>Balance at March 31, 2024</b>                     | <b>7,303.43</b>  |
| - Additions during the year                          | 38,678.87        |
| - Capitalised during the year                        | (809.67)         |
| <b>Balance at 31<sup>st</sup> March, 2025</b>        | <b>45,172.63</b> |

## Notes forming part of the Consolidated Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

### 3A (b) Capital work-in-progress ageing

#### (i) Ageing for capital work-in-progress as at March 31, 2025 is as follows:

| Capital work-in-progress       | Amount in Capital work-in-progress for a period of |                 |                 |                   | Total            |
|--------------------------------|----------------------------------------------------|-----------------|-----------------|-------------------|------------------|
|                                | Less than 1 year                                   | 1-2 years       | 2-3 years       | more than 3 years |                  |
| Projects in progress           | 37,946.85                                          | 3,587.04        | 1,115.39        | 2,523.35          | 45,172.63        |
| Projects temporarily suspended | -                                                  | -               | -               | -                 | -                |
| <b>Total</b>                   | <b>37,946.85</b>                                   | <b>3,587.04</b> | <b>1,115.39</b> | <b>2,523.35</b>   | <b>45,172.63</b> |

**Note :** For capital work in progress, as the cost has not exceeded its initial budget, no disclosure has been provided by the Parent Company.

#### (ii) Ageing for capital work-in-progress as at March 31, 2024 is as follows:

| Capital work-in-progress       | Amount in Capital work-in-progress for a period of |                 |                 |                   | Total*          |
|--------------------------------|----------------------------------------------------|-----------------|-----------------|-------------------|-----------------|
|                                | Less than 1 year                                   | 1-2 years       | 2-3 years       | more than 3 years |                 |
| Projects in progress           | 3,664.69                                           | 1,115.39        | 2,415.14        | 108.21            | 7,303.43        |
| Projects temporarily suspended | -                                                  | -               | -               | -                 | -               |
| <b>Total</b>                   | <b>3,664.69</b>                                    | <b>1,115.39</b> | <b>2,415.14</b> | <b>108.21</b>     | <b>7,303.43</b> |

As at  
31<sup>st</sup> March, 2025

As at  
31<sup>st</sup> March, 2024

### 3B Right of Use-Asset

|                    |               |                 |
|--------------------|---------------|-----------------|
| Right-of-Use Asset | 978.31        | 1,068.44        |
| <b>Total</b>       | <b>978.31</b> | <b>1,068.44</b> |

| GROSS BLOCK                                       | Leasehold Land* | Leasehold Building | Total           |
|---------------------------------------------------|-----------------|--------------------|-----------------|
| Opening balance as at 1 <sup>st</sup> April, 2023 | 690.55          | 604.02             | 1,294.57        |
| - Additions                                       | -               | -                  | -               |
| - Deletions                                       | -               | -                  | -               |
| <b>Balance as at 31<sup>st</sup> March, 2024</b>  | <b>690.55</b>   | <b>604.02</b>      | <b>1,294.57</b> |
| - Additions                                       | -               | -                  | -               |
| - Deletions                                       | -               | -                  | -               |
| <b>Balance at 31<sup>st</sup> March, 2025</b>     | <b>690.55</b>   | <b>604.02</b>      | <b>1,294.57</b> |

| Accumulated Depreciation                                | Leasehold Land* | Leasehold Building | Total           |
|---------------------------------------------------------|-----------------|--------------------|-----------------|
| Opening balance as at 1 <sup>st</sup> April, 2023       | 63.29           | 72.71              | 136.00          |
| - Depreciation expense                                  | 23.02           | 67.11              | 90.13           |
| - Deletions                                             | -               | -                  | -               |
| <b>Balance as at 31<sup>st</sup> March, 2024</b>        | <b>86.31</b>    | <b>139.82</b>      | <b>226.13</b>   |
| - Depreciation expense                                  | 23.02           | 67.11              | 90.13           |
| - Deletions                                             | -               | -                  | -               |
| <b>Balance at 31<sup>st</sup> March, 2025</b>           | <b>109.33</b>   | <b>206.93</b>      | <b>316.26</b>   |
| <b>Net book value as on 31<sup>st</sup> March, 2025</b> | <b>581.22</b>   | <b>397.09</b>      | <b>978.31</b>   |
| <b>Net book value as on 31<sup>st</sup> March, 2024</b> | <b>604.24</b>   | <b>464.20</b>      | <b>1,068.44</b> |

**Notes forming part of the Consolidated Financial Statements for the year ended 31<sup>st</sup> March, 2025**

All amounts are in ₹ Lakh unless otherwise stated

|                                                                                               | As at<br>31 <sup>st</sup> March, 2025 | As at<br>31 <sup>st</sup> March, 2024 |
|-----------------------------------------------------------------------------------------------|---------------------------------------|---------------------------------------|
| <b>4 Investments</b>                                                                          |                                       |                                       |
| <b>Non-current investments:</b>                                                               |                                       |                                       |
| <b>Investments at Cost:</b>                                                                   |                                       |                                       |
| <b>(A) Other Investments: Unquoted</b>                                                        |                                       |                                       |
| (a) Ushdev Engitech Limited                                                                   |                                       |                                       |
| 22,463 (31 <sup>st</sup> March 2024 : 22,463) Equity Shares of ₹10 each fully paid up.        | 2.24                                  | 2.24                                  |
| Less: Provision for dimunition in fair value                                                  | (2.24)                                | (2.24)                                |
| (b) Watsun Infrabuild Private Limited.                                                        | 88.00                                 | 88.00                                 |
| 8,80,000 (31 <sup>st</sup> March 2024 : 880,000) Equity shares of ₹10 each fully paid up      |                                       |                                       |
| (c) AM Foundation                                                                             | 0.16                                  | 0.16                                  |
| 1,600 (31 <sup>st</sup> March 2024: 1,600) Equity shares of ₹ 10 each fully paid up.          |                                       |                                       |
| (d) Nagai Power Private Limited                                                               |                                       |                                       |
| 133,440 (31 <sup>st</sup> March 2024 : 133,440) Equity shares of ₹10 each fully paid up.      | 13.35                                 | 13.35                                 |
| Less: Provision for dimunition in fair value                                                  | (13.35)                               | (13.35)                               |
| (e) Dalavaipuram Renewables Private Limited                                                   | 1,387.35                              | 1,387.35                              |
| 1,38,73,542 (31 <sup>st</sup> March 2024: 58,00,548) Equity shares of ₹10 each fully paid up. |                                       |                                       |
| (f) SEPC Power (Private) Limited                                                              |                                       |                                       |
| 1,00,000 (31 <sup>st</sup> March 2024: 100,000) Equity shares of ₹10 each fully paid up.      | -                                     | 16.93                                 |
| <b>Total - Other investments</b>                                                              | <b>1,475.51</b>                       | <b>1,492.44</b>                       |
| <b>Aggregate amount of unquoted investments</b>                                               | <b>1,475.51</b>                       | <b>1,492.44</b>                       |
| <b>5 Other financial assets</b>                                                               |                                       |                                       |
| Security deposits                                                                             | 1,595.89                              | 1,511.49                              |
|                                                                                               | <b>1,595.89</b>                       | <b>1,511.49</b>                       |
| <b>6 Other Non-Current assets</b>                                                             |                                       |                                       |
| Others*                                                                                       | 7.36                                  | 10.02                                 |
|                                                                                               | <b>7.36</b>                           | <b>10.02</b>                          |
| <b>7 Inventories</b>                                                                          |                                       |                                       |
| Inventories                                                                                   |                                       |                                       |
| - Raw materials                                                                               | 6,101.47                              | 6,955.97                              |
| - Finished goods                                                                              | 1,846.12                              | 2,881.55                              |
| - Stores and spares                                                                           | 2,334.12                              | 2,448.16                              |
|                                                                                               | <b>10,281.71</b>                      | <b>12,285.68</b>                      |

**Note:**

Finished goods are valued at lower of cost and net realisable value and raw material, Stores and spares, Work-in-progress are valued at weighted average cost.

## Notes forming part of the Consolidated Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

|                                                                  | As at<br>31 <sup>st</sup> March, 2025 | As at<br>31 <sup>st</sup> March, 2024 |
|------------------------------------------------------------------|---------------------------------------|---------------------------------------|
| <b>8 Trade receivables #</b>                                     |                                       |                                       |
| Considered good - Secured                                        | -                                     | -                                     |
| Considered good - Unsecured                                      | 8,729.19                              | 9,616.23                              |
| Trade Receivables which have significant increase in credit risk | -                                     | -                                     |
| Trade Receivables - credit impaired                              | 33.73                                 | 33.73                                 |
| Impairment Allowance (Allowance for doubtful debts)              | (33.73)                               | (33.73)                               |
|                                                                  | <b>8,729.19</b>                       | <b>9,616.23</b>                       |

Note: # refer note no.39

### 8(A) Ageing for trade receivables – Current outstanding as at March 31, 2025 is as follows:

| Particulars                                                                        | Not due         | Outstanding for following periods from due date of payment |                     |              |             |                      |                 |
|------------------------------------------------------------------------------------|-----------------|------------------------------------------------------------|---------------------|--------------|-------------|----------------------|-----------------|
|                                                                                    |                 | Less than<br>6 months                                      | 6 months<br>-1 year | 1-2 Years    | 2-3 years   | More than<br>3 years | Total           |
| <b>Trade receivables</b>                                                           |                 |                                                            |                     |              |             |                      |                 |
| (i) Undisputed Trade receivables — considered good                                 | 6,835.91        | 1,893.28                                                   | -                   | -            | -           | -                    | 8,729.19        |
| (ii) Undisputed Trade Receivables — which have significant increase in credit risk | -               | -                                                          | -                   | -            | -           | -                    | -               |
| (iii) Undisputed Trade Receivables — credit impaired                               | -               | 9.93                                                       | 7.01                | 10.39        | 3.07        | 3.33                 | 33.73           |
| (iv) Disputed Trade Receivables — considered good                                  | -               | -                                                          | -                   | -            | -           | -                    | -               |
| (v) Disputed Trade Receivables — which have significant increase in credit risk    | -               | -                                                          | -                   | -            | -           | -                    | -               |
| (vi) Disputed Trade Receivables — credit impaired                                  | -               | -                                                          | -                   | -            | -           | -                    | -               |
|                                                                                    | <b>6,835.91</b> | <b>1,903.21</b>                                            | <b>7.01</b>         | <b>10.39</b> | <b>3.07</b> | <b>3.33</b>          | <b>8,762.92</b> |
| Less: Allowance for expected credit loss                                           |                 |                                                            |                     |              |             |                      | (33.73)         |
| <b>Total Trade Receivables</b>                                                     |                 |                                                            |                     |              |             |                      | <b>8,729.19</b> |

### (B) Ageing for trade receivables – Current outstanding as at March 31, 2024 is as follows:

| Particulars                                                                        | Not due         | Outstanding for following periods from due date of payment |                     |             |             |                      |                 |
|------------------------------------------------------------------------------------|-----------------|------------------------------------------------------------|---------------------|-------------|-------------|----------------------|-----------------|
|                                                                                    |                 | Less than<br>6 months                                      | 6 months<br>-1 year | 1-2 Years   | 2-3 years   | More than<br>3 years | Total           |
| <b>Trade receivables</b>                                                           |                 |                                                            |                     |             |             |                      |                 |
| (i) Undisputed Trade receivables — considered good                                 | 8,681.47        | 934.76                                                     | -                   | -           | -           | -                    | 9,616.23        |
| (ii) Undisputed Trade Receivables — which have significant increase in credit risk | -               | -                                                          | -                   | -           | -           | -                    | -               |
| (iii) Undisputed Trade Receivables — credit impaired                               | -               | 26.30                                                      | -                   | 3.38        | 0.30        | 3.75                 | 33.73           |
| (iv) Disputed Trade Receivables — considered good                                  | -               | -                                                          | -                   | -           | -           | -                    | -               |
| (v) Disputed Trade Receivables — which have significant increase in credit risk    | -               | -                                                          | -                   | -           | -           | -                    | -               |
| (vi) Disputed Trade Receivables — credit impaired                                  | -               | -                                                          | -                   | -           | -           | -                    | -               |
|                                                                                    | <b>8,681.47</b> | <b>961.06</b>                                              | <b>-</b>            | <b>3.38</b> | <b>0.30</b> | <b>3.75</b>          | <b>9,649.96</b> |
| Less: Allowance for expected credit loss                                           |                 |                                                            |                     |             |             |                      | (33.73)         |
| <b>Total Trade Receivables</b>                                                     |                 |                                                            |                     |             |             |                      | <b>9,616.23</b> |

## Notes forming part of the Consolidated Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

|                                                                                                  | As at<br>31 <sup>st</sup> March, 2025 | As at<br>31 <sup>st</sup> March, 2024 |
|--------------------------------------------------------------------------------------------------|---------------------------------------|---------------------------------------|
| <b>9A Cash and Cash equivalents</b>                                                              |                                       |                                       |
| Balances with Banks                                                                              |                                       |                                       |
| - In current accounts                                                                            | 19,067.21                             | 8,503.57                              |
| - Bank Deposits with maturity less than 3 months                                                 | 3,947.40                              | 8,255.68                              |
| Cash on hand                                                                                     | 1.90                                  | 1.74                                  |
| <b>Total (A)</b>                                                                                 | <b>23,016.51</b>                      | <b>16,760.99</b>                      |
| <b>9B Bank balances other than Cash and Cash equivalents</b>                                     |                                       |                                       |
| Unspent CSR account                                                                              | 51.73                                 | 68.14                                 |
| Margin money deposits                                                                            | 3,075.55                              | 2,958.52                              |
| Unclaimed dividend account (Refer note 21)                                                       | 452.54                                | 404.44                                |
| Other Fixed deposits #                                                                           | 10,027.13                             | 22,024.66                             |
| <b>Total (B)</b>                                                                                 | <b>13,606.95</b>                      | <b>25,455.76</b>                      |
| <b>Total Cash and Cash equivalents (A+B)</b>                                                     | <b>36,623.46</b>                      | <b>42,216.75</b>                      |
| # represents deposits with original maturity more than three months but less than twelve months. |                                       |                                       |
| <b>10 Other Financial Assets</b>                                                                 |                                       |                                       |
| Security deposits                                                                                | 73.83                                 | 81.19                                 |
| Interest accrued on Deposits                                                                     | 669.63                                | 1,072.36                              |
|                                                                                                  | <b>743.46</b>                         | <b>1,153.55</b>                       |
| <b>11A Current Tax Assets (Net)</b>                                                              |                                       |                                       |
| Advance income tax (net of provision)                                                            | 765.94                                | 1,400.42                              |
|                                                                                                  | <b>765.94</b>                         | <b>1,400.42</b>                       |
| <b>11B Other Current assets</b>                                                                  |                                       |                                       |
| Advances given to Suppliers                                                                      | 599.14                                | 697.90                                |
| Prepaid expenses                                                                                 | 754.28                                | 870.58                                |
| Advances paid - Gratuity                                                                         | 57.08                                 | -                                     |
| <b>Balances with Government Authorities</b>                                                      |                                       |                                       |
| (i) GST Input Tax Credit                                                                         | 49.51                                 | 49.70                                 |
| (ii) Balances with Customs, Sales tax and Excise Authorities                                     | 34.27                                 | 34.27                                 |
| Others                                                                                           | 2.66                                  | 3.31                                  |
|                                                                                                  | <b>1,496.94</b>                       | <b>1,655.76</b>                       |

**Notes forming part of the Consolidated Financial Statements for the year ended 31<sup>st</sup> March, 2025**  
All amounts are in ₹ Lakh unless otherwise stated

|                                                                                                    | As at<br>31 <sup>st</sup> March, 2025 | As at<br>31 <sup>st</sup> March, 2024 |
|----------------------------------------------------------------------------------------------------|---------------------------------------|---------------------------------------|
| <b>12 Equity Share Capital</b>                                                                     |                                       |                                       |
| <b>Authorised Share capital :</b>                                                                  |                                       |                                       |
| 200,000,000 (as at 31 <sup>st</sup> March 2024: 200,000,000) fully paid equity shares of ₹10 each. | <b>20,000.00</b>                      | 20,000.00                             |
| <b>Issued</b>                                                                                      |                                       |                                       |
| 89,976,899 (as at 31 <sup>st</sup> March 2024: 89,976,899) equity shares of ₹10 each.              | <b>8,997.69</b>                       | 8,997.69                              |
| <b>Subscribed and fully paid up</b>                                                                |                                       |                                       |
| 89,971,474 (as at 31 <sup>st</sup> March 2024: 89,971,474) equity shares of ₹10 each.              | <b>8,997.15</b>                       | 8,997.15                              |
|                                                                                                    | <b>8,997.15</b>                       | 8,997.15                              |

**12.01** In December 1993, the Group came out with Rights cum Public Issue of Equity Shares. The difference between issued and subscribed capital of 5,425 shares (previous year 5,425 shares) is due to said shares kept in abeyance under Section 126 of the Companies Act, 2013.

**12.02** There has been no movement in the Share Capital during the period. The Group has only one class of equity shares having a par value of ₹10 per share. Each holder of the equity shares is entitled to one vote per share. In the event of repayment of Share Capital, the same will be in proportion to the number of equity shares held.

|                                                  | Number of shares | Amount   |
|--------------------------------------------------|------------------|----------|
| <b>Balance as at 1<sup>st</sup> April, 2023</b>  | 89,971,474       | 8,997.15 |
| Movements                                        | -                | -        |
| <b>Balance as at 31<sup>st</sup> March, 2024</b> | 89,971,474       | 8,997.15 |
| Movements                                        | -                | -        |
| <b>Balance as at 31<sup>st</sup> March, 2025</b> | 89,971,474       | 8,997.15 |

**12.03 Details of shareholdings by the Promoters of the Group**

| Promoters Name                                        | As at 31 <sup>st</sup> March, 2025 |              | As at 31 <sup>st</sup> March, 2024 |              | % Change in the year |
|-------------------------------------------------------|------------------------------------|--------------|------------------------------------|--------------|----------------------|
|                                                       | No. of shares held                 | % of holding | No. of shares held                 | % of holding |                      |
| <b>Fully paid-up equity shares</b>                    |                                    |              |                                    |              |                      |
| Tamilnadu Industrial Development Corporation Limited  | <b>15,843,751</b>                  | <b>17.61</b> | 15,843,751                         | 17.61        | -                    |
| Southern Petrochemical Industries Corporation Limited | <b>15,234,375</b>                  | <b>16.93</b> | 15,234,375                         | 16.93        | -                    |
| <b>Total Promoters' shareholding outstanding</b>      | <b>31,078,126</b>                  | <b>34.54</b> | 31,078,126                         | 34.54        | -                    |

**12.04 Details of equity shares held by shareholders holding more than 5% of the aggregate shares in the Group**

| Shareholder Name                                      | As at 31 <sup>st</sup> March, 2025 |              | As at 31 <sup>st</sup> March, 2024 |              |
|-------------------------------------------------------|------------------------------------|--------------|------------------------------------|--------------|
|                                                       | No. of shares held                 | % of holding | No. of shares held                 | % of holding |
| <b>Fully paid-up equity shares</b>                    |                                    |              |                                    |              |
| Tamilnadu Industrial Development Corporation Limited  | <b>15,843,751</b>                  | <b>17.61</b> | 15,843,751                         | 17.61        |
| Southern Petrochemical Industries Corporation Limited | <b>15,234,375</b>                  | <b>16.93</b> | 15,234,375                         | 16.93        |
| <b>Total outstanding</b>                              | <b>31,078,126</b>                  | <b>34.54</b> | 31,078,126                         | 34.54        |

## Notes forming part of the Consolidated Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

|                                                                               | As at<br>31 <sup>st</sup> March, 2025 | As at<br>31 <sup>st</sup> March, 2024 |
|-------------------------------------------------------------------------------|---------------------------------------|---------------------------------------|
| <b>13(A) Other Equity</b>                                                     |                                       |                                       |
| <b>I. Reserves and Surplus</b>                                                |                                       |                                       |
| A. General reserve                                                            | 15,888.35                             | 15,888.35                             |
| B. Securities premium                                                         | 4,611.57                              | 4,611.57                              |
| C. Surplus in Statement of Profit and Loss                                    | 59,043.07                             | 54,287.69                             |
| <b>II. Other Comprehensive income</b>                                         |                                       |                                       |
| D. Remeasurement of Defined Benefit Liabilities                               | (358.72)                              | (401.68)                              |
| E. Exchange Gain / (Loss) arising on translation of foreign operations        | 3,006.64                              | 2,563.36                              |
|                                                                               | <u>82,190.91</u>                      | <u>76,949.29</u>                      |
| <b>A. General reserve</b>                                                     |                                       |                                       |
| Balance at beginning of year                                                  | 15,888.35                             | 15,888.35                             |
| Movements                                                                     | -                                     | -                                     |
| <b>Balance at end of year</b>                                                 | <u>15,888.35</u>                      | <u>15,888.35</u>                      |
| <b>B. Securities premium</b>                                                  |                                       |                                       |
| Balance at beginning of year                                                  | 4,611.57                              | 4,611.57                              |
| Movements                                                                     | -                                     | -                                     |
| <b>Balance at end of year</b>                                                 | <u>4,611.57</u>                       | <u>4,611.57</u>                       |
| <b>C. Surplus in Statement of Profit and Loss</b>                             |                                       |                                       |
| Balance at beginning of year                                                  | 54,287.69                             | 50,630.87                             |
| (Add): Profit for the year                                                    | 5,835.04                              | 5,006.39                              |
| Less: Dividend                                                                | (1,079.66)                            | (1,349.57)                            |
| <b>Closing balance</b>                                                        | <u>59,043.07</u>                      | <u>54,287.69</u>                      |
| <b>D. Re-measurement of Defined Benefit Plan</b>                              |                                       |                                       |
| Balance at beginning of year                                                  | (401.68)                              | (397.74)                              |
| Movements                                                                     | 42.96                                 | (3.94)                                |
| <b>Closing balance</b>                                                        | <u>(358.72)</u>                       | <u>(401.68)</u>                       |
| <b>E. Exchange Gain / (Loss) arising on translation of foreign operations</b> |                                       |                                       |
| Balance at beginning of year                                                  | 2,563.36                              | 2,341.76                              |
| Movements                                                                     | 443.28                                | 221.60                                |
| <b>Closing balance</b>                                                        | <u>3,006.64</u>                       | <u>2,563.36</u>                       |

### (B) Nature and purpose of reserves

- General Reserve:** This Reserve is created by an appropriation from one component of equity generally surplus in statement of Profit and Loss (Retained Earnings) to another, not being an item of Other Comprehensive Income. The same can be utilized in accordance with the provisions of the Companies Act, 2013.
- Securities Premium:** This Reserve represents the premium on issue of shares in earlier years and can be utilized in accordance with the provisions of the Companies Act, 2013.
- Surplus in Statement of Profit and Loss:** Surplus in Statement of Profit and Loss are the profits that the Group has earned till date, less any transfers to general reserve, dividends or other distributions paid to shareholder.

## Notes forming part of the Consolidated Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

### d. Items of Other Comprehensive Income

- i) **Remeasurements of Net Defined Benefit Plans:** It represent different between actuarial assumption on interest income on Plan asset and actuals, besides movement in plan liabilities due to changes in actuarial assumptions including experience adjustments.
- ii) **Exchange differences on translating the financial statements of foreign operations:** This Reserve contains (a) accumulated balance of foreign exchange differences from translation of the financial statements of the Group's foreign operations arising at the time of consolidation of such entities and (b) accumulated foreign exchange differences arising on monetary items that, in substance, form part of the Group's net investment in a foreign operation. Such foreign exchange differences are recognised in Other Comprehensive Income. Exchange differences previously accumulated in this Reserve are reclassified to profit or loss on disposal of the foreign operation.

|                                                                                                                                                                                                                                                               | As at<br>31 <sup>st</sup> March, 2025 | As at<br>31 <sup>st</sup> March, 2024 |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------|---------------------------------------|
| <b>14(A) Borrowings - (Non-Current)</b>                                                                                                                                                                                                                       |                                       |                                       |
| <b>Secured Borrowings</b>                                                                                                                                                                                                                                     |                                       |                                       |
| Term loans:                                                                                                                                                                                                                                                   |                                       |                                       |
| (A) from banks.                                                                                                                                                                                                                                               | 11,039.75                             | -                                     |
| (B) from other parties.                                                                                                                                                                                                                                       | -                                     | -                                     |
|                                                                                                                                                                                                                                                               | <u>11,039.75</u>                      | <u>-</u>                              |
| a) Term Loan carrying an interest rate of 9.27% p.a average was availed from HDFC Bank Limited. The borrowings are secured by way of Equitable Mortgage over Property, Plant and Equipment and current assets for the year ended 31 <sup>st</sup> March 2025. |                                       |                                       |

### 14(B) Lease Liabilities - (Non-Current)

|                                                                                                                                                                                                                                                                                                                                                                                                                        |                 |                 |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------|-----------------|
| Lease Liabilities                                                                                                                                                                                                                                                                                                                                                                                                      | 1,379.71        | 1,362.26        |
|                                                                                                                                                                                                                                                                                                                                                                                                                        | <u>1,379.71</u> | <u>1,362.26</u> |
| a) The above includes ₹ 1015.58 lakhs of future lease commitment in respect of lease hold land from Government of Tamilnadu estimated on the basis of increase in guideline value (as indicated in the earlier lease agreement which expired as at 12 <sup>th</sup> June 2020) accounted in compliance with Ind AS 116 - Leases, pending approval of application for renewal of lease submitted by the Parent Company. |                 |                 |
| b) Discounting borrowing rate adopted for fair valuation of future lease liabilities :-                                                                                                                                                                                                                                                                                                                                |                 |                 |
| - Lease hold Land - 11% pa                                                                                                                                                                                                                                                                                                                                                                                             |                 |                 |
| - Lease hold buildings - 10% pa                                                                                                                                                                                                                                                                                                                                                                                        |                 |                 |

### 14(C) Other Financial Liabilities - (Non-Current)

|                  |               |               |
|------------------|---------------|---------------|
| Security deposit | 186.74        | 162.31        |
| Other payables*  | -             | 16.93         |
| <b>Total</b>     | <u>186.74</u> | <u>179.24</u> |

\*Other payable represents advance received against sale of equity interests (100000 equity shares) in SEPC Power (Private) Limited upon completion of power project.

### 15 Provisions (Non-Current)

|                                                                       |                 |                 |
|-----------------------------------------------------------------------|-----------------|-----------------|
| <b>Provision for:</b>                                                 |                 |                 |
| Compensated absences                                                  | 527.38          | 426.51          |
| Provision for Litigated claims and statutory dues (Refer to note 33A) | 4,484.20        | 4,592.37        |
|                                                                       | <u>5,011.58</u> | <u>5,018.88</u> |

## Notes forming part of the Consolidated Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

|                                                                                                                                                                                                                                                                                                                                                  | As at<br>31 <sup>st</sup> March, 2025 | As at<br>31 <sup>st</sup> March, 2024 |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------|---------------------------------------|
| <b>16 Deferred tax balances (Non-Current)</b>                                                                                                                                                                                                                                                                                                    |                                       |                                       |
| (a) <b>Deferred tax liabilities in relation to :</b>                                                                                                                                                                                                                                                                                             |                                       |                                       |
| - Property, plant and equipment                                                                                                                                                                                                                                                                                                                  | 2,970.22                              | 2,961.86                              |
|                                                                                                                                                                                                                                                                                                                                                  | <u>2,970.22</u>                       | <u>2,961.86</u>                       |
| (b) <b>Deferred tax assets in relation to :</b>                                                                                                                                                                                                                                                                                                  |                                       |                                       |
| - Provision for Employee benefits allowed on payment basis                                                                                                                                                                                                                                                                                       | 183.91                                | 161.90                                |
| - Allowance for doubtful debts                                                                                                                                                                                                                                                                                                                   | 8.49                                  | 8.49                                  |
| - Expenses allowable on payment basis                                                                                                                                                                                                                                                                                                            | 1,155.59                              | 1,191.40                              |
| - Provision for Lease Assets / (Liability) - Ind AS 116                                                                                                                                                                                                                                                                                          | 130.66                                | 100.16                                |
|                                                                                                                                                                                                                                                                                                                                                  | <u>1,478.65</u>                       | <u>1,461.95</u>                       |
| (c) <b>Deferred Tax Liability (net) (a-b)</b>                                                                                                                                                                                                                                                                                                    | <u>1,491.57</u>                       | <u>1,499.91</u>                       |
| Opening Balance                                                                                                                                                                                                                                                                                                                                  | 1,499.91                              | 1,292.90                              |
| For the period based on effective tax rate method                                                                                                                                                                                                                                                                                                | (8.34)                                | 207.01                                |
| <b>Deferred tax liabilities (net)</b>                                                                                                                                                                                                                                                                                                            | <u>1,491.57</u>                       | <u>1,499.91</u>                       |
| <b>Reconciliation between book and taxable profits</b>                                                                                                                                                                                                                                                                                           |                                       |                                       |
| Profit before Income Taxes                                                                                                                                                                                                                                                                                                                       | 7,857.26                              | 6,483.25                              |
| Indian statutory income tax rate                                                                                                                                                                                                                                                                                                                 | 25.17%                                | 25.17%                                |
| Computed Expected Tax Expense                                                                                                                                                                                                                                                                                                                    | 1,977.44                              | 1,631.64                              |
| <b>Tax effect of adjustments :</b>                                                                                                                                                                                                                                                                                                               |                                       |                                       |
| - Tax Effect of non deductible expenses                                                                                                                                                                                                                                                                                                          | 53.12                                 | (361.79)                              |
| - Income Tax Expense                                                                                                                                                                                                                                                                                                                             | 2,030.56                              | 1,269.85                              |
| Deferred tax                                                                                                                                                                                                                                                                                                                                     | (8.34)                                | 207.01                                |
| <b>Total income tax expense</b>                                                                                                                                                                                                                                                                                                                  | <u>2,022.22</u>                       | <u>1,476.86</u>                       |
| <b>17 Other non-current liabilities</b>                                                                                                                                                                                                                                                                                                          |                                       |                                       |
| Others                                                                                                                                                                                                                                                                                                                                           | 154.99                                | 162.45                                |
| <b>Total</b>                                                                                                                                                                                                                                                                                                                                     | <u>154.99</u>                         | <u>162.45</u>                         |
| <b>18A Borrowings - (Current)</b>                                                                                                                                                                                                                                                                                                                |                                       |                                       |
| <b>Secured Borrowings</b>                                                                                                                                                                                                                                                                                                                        |                                       |                                       |
| (a) Loans repayable on demand:                                                                                                                                                                                                                                                                                                                   |                                       |                                       |
| (i) From banks                                                                                                                                                                                                                                                                                                                                   | -                                     | 332.60                                |
| (ii) from other parties                                                                                                                                                                                                                                                                                                                          |                                       |                                       |
| (b) Term loans:                                                                                                                                                                                                                                                                                                                                  |                                       |                                       |
| (A) from banks.                                                                                                                                                                                                                                                                                                                                  | 1,003.61                              | -                                     |
| (B) from other parties.                                                                                                                                                                                                                                                                                                                          |                                       |                                       |
| <b>Total</b>                                                                                                                                                                                                                                                                                                                                     | <u>1,003.61</u>                       | <u>332.60</u>                         |
| a) Working capital loans are secured by hypothecation of inventories both at factory and in transit, book debts and other receivables, both present and future. These are further secured by way of mortgage by deposit of title deeds of immovable properties, both present and future, on second charge basis ranking pari passu amongst them. |                                       |                                       |
| b) The above loans carry varying rates of interests with the maximum rate of interest being 9.85% (As at 31 <sup>st</sup> March 2024: 10.55%) per annum. The weighted average rate of Interest of these loans is 9.57% (2023-24: 9.75%) per annum.                                                                                               |                                       |                                       |

## Notes forming part of the Consolidated Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

- c) Term Loan carrying an interest rate of 9.27% p.a average was availed from HDFC Bank Limited. The borrowings are secured by way of Equitable Mortgage over Property, Plant and Equipment and current assets for the year ended 31<sup>st</sup> March 2025

|                                          | As at<br>31 <sup>st</sup> March, 2025 | As at<br>31 <sup>st</sup> March, 2024 |
|------------------------------------------|---------------------------------------|---------------------------------------|
| <b>18(B) Lease Liabilities (Current)</b> |                                       |                                       |
| Lease Liabilities                        | 117.74                                | 104.14                                |
| <b>Total</b>                             | <b>117.74</b>                         | <b>104.14</b>                         |

- a) The above includes ₹ 13.51 lakhs of future lease commitment in respect of lease hold land from Government of Tamilnadu estimated on the basis of increase in guideline value (as indicated in the earlier lease agreement which expired as at 12<sup>th</sup> June 2020) accounted in compliance with Ind AS 116 - Leases, pending approval of application for renewal of lease submitted by the Company.
- b) Discounting borrowing rate adopted for fair valuation of future lease liabilities :-
- Lease hold Land - 11% pa
  - Lease hold buildings - 10% pa.

### 19 Trade payables

#### Trade payables

|                                                          |                 |                  |
|----------------------------------------------------------|-----------------|------------------|
| (i) Dues to Micro and Small Enterprises (Refer note 33B) | 411.31          | 557.48           |
| (ii) Dues to other than Micro and Small Enterprises      | 7,283.89        | 9,554.85         |
| (iii) Dues to related parties#                           | 68.61           | 70.30            |
| <b>Total</b>                                             | <b>7,763.81</b> | <b>10,182.63</b> |

Note: # refer note no.39

### 19 (A) Ageing for trade payables outstanding as at March 31, 2025 is as follows:

| Particulars                 | Not due         | Outstanding for following periods from due date of payment |           |           |                      |                 |
|-----------------------------|-----------------|------------------------------------------------------------|-----------|-----------|----------------------|-----------------|
|                             |                 | Less than<br>1 year                                        | 1-2 Years | 2-3 years | More than 3<br>years | Total           |
| <b>Trade payables</b>       |                 |                                                            |           |           |                      |                 |
| (i) MSME*                   | 187.74          | 223.57                                                     | -         | -         | -                    | 411.31          |
| (ii) Others                 | 5,342.01        | 2,010.49                                                   | -         | -         | -                    | 7,352.50        |
| (iii) Disputed dues – MSME* | -               | -                                                          | -         | -         | -                    | -               |
| (iv) Disputed dues - Others | -               | -                                                          | -         | -         | -                    | -               |
| <b>Total trade payables</b> | <b>5,529.75</b> | <b>2,234.06</b>                                            | -         | -         | -                    | <b>7,763.81</b> |

\*The above information has been determined to the extent such parties have been identified on the basis of information available with the Group.

### 19(B) Ageing for trade payables outstanding as at March 31, 2024 is as follows:

| Particulars                 | Not due         | Outstanding for following periods from due date of payment |           |           |                      |                  |
|-----------------------------|-----------------|------------------------------------------------------------|-----------|-----------|----------------------|------------------|
|                             |                 | Less than<br>1 year                                        | 1-2 Years | 2-3 years | More than 3<br>years | Total            |
| <b>Trade payables</b>       |                 |                                                            |           |           |                      |                  |
| (i) MSME*                   | 334.65          | 222.83                                                     | -         | -         | -                    | 557.48           |
| (ii) Others                 | 8,120.50        | 1,504.65                                                   | -         | -         | -                    | 9,625.15         |
| (iii) Disputed dues – MSME* | -               | -                                                          | -         | -         | -                    | -                |
| (iv) Disputed dues - Others | -               | -                                                          | -         | -         | -                    | -                |
| <b>Total trade payables</b> | <b>8,455.15</b> | <b>1,727.48</b>                                            | -         | -         | -                    | <b>10,182.63</b> |

\*The above information has been determined to the extent such parties have been identified on the basis of information available with the Group.

## Notes forming part of the Consolidated Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

|                                                                                       | As at<br>31 <sup>st</sup> March, 2025             | As at<br>31 <sup>st</sup> March, 2024             |
|---------------------------------------------------------------------------------------|---------------------------------------------------|---------------------------------------------------|
| <b>20 Other Current Financial Liabilities</b>                                         |                                                   |                                                   |
| Interest accrued                                                                      | 85.22                                             | 1.44                                              |
| Unclaimed dividends *                                                                 | 452.54                                            | 404.44                                            |
| Deposits                                                                              | 13.50                                             | 14.25                                             |
| Capex Creditors payable                                                               | 6,228.76                                          | -                                                 |
| Other Expenses                                                                        | 4,281.97                                          | 1,195.42                                          |
| <b>Others #</b>                                                                       | <b>15.79</b>                                      | <b>15.21</b>                                      |
| <b>Total</b>                                                                          | <b>11,077.78</b>                                  | <b>1,630.76</b>                                   |
| * Amount to be credited to Investor Education and Protection Fund when it becomes due |                                                   |                                                   |
| # Represents payable to TPL Employee's Co-operative Thrift and Credit Society Ltd     |                                                   |                                                   |
| <b>21 Other Current Liabilities</b>                                                   |                                                   |                                                   |
| Other Payables                                                                        |                                                   |                                                   |
| - Statutory dues                                                                      | 3,549.21                                          | 1,048.29                                          |
| Advances from Customers                                                               | 360.37                                            | 338.66                                            |
| Others                                                                                | 7.46                                              | 6.96                                              |
| <b>Total</b>                                                                          | <b>3,917.04</b>                                   | <b>1,393.91</b>                                   |
| <b>22 Provisions - (Current)</b>                                                      |                                                   |                                                   |
| Provision for:                                                                        |                                                   |                                                   |
| (a) Employee Benefits                                                                 |                                                   |                                                   |
| (i) Gratuity                                                                          | -                                                 | 90.36                                             |
| (ii) Compensated absences                                                             | 203.36                                            | 162.41                                            |
| (iii) Ex-gratia                                                                       | 184.79                                            | 280.43                                            |
| (b) Provision for taxation (net of advance )                                          | 9.86                                              | -                                                 |
| (c) Provision for Litigated claims and statutory dues (Refer to note 33A)             | 704.20                                            | 720.14                                            |
| <b>Total</b>                                                                          | <b>1,102.21</b>                                   | <b>1,253.34</b>                                   |
|                                                                                       | <b>Year ended<br/>31<sup>st</sup> March, 2025</b> | <b>Year ended<br/>31<sup>st</sup> March, 2024</b> |
| <b>23. Revenue from operations</b>                                                    |                                                   |                                                   |
| Sale of Products                                                                      | 182,307.19                                        | 166,511.26                                        |
| Sale of Services                                                                      | 20.29                                             | 9.47                                              |
| Other Operating Revenues                                                              | 350.27                                            | 336.44                                            |
|                                                                                       | <b>182,677.75</b>                                 | <b>166,857.17</b>                                 |
| <b>Sale of Products Comprises</b>                                                     |                                                   |                                                   |
| <b>Manufactured Goods</b>                                                             |                                                   |                                                   |
| - Linear Alkyl Benzene                                                                | 148,144.05                                        | 131,331.63                                        |
| - Propylene Oxide                                                                     | 11,933.90                                         | 14,921.89                                         |
| - Caustic soda Lye                                                                    | 14,822.20                                         | 14,340.65                                         |
| - Others                                                                              | 6,547.98                                          | 5,839.53                                          |
|                                                                                       | <b>181,448.13</b>                                 | <b>166,433.70</b>                                 |

## Notes forming part of the Consolidated Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

|                                                                                       | Year ended<br>31 <sup>st</sup> March, 2025 | Year ended<br>31 <sup>st</sup> March, 2024 |
|---------------------------------------------------------------------------------------|--------------------------------------------|--------------------------------------------|
| <b>Traded Goods</b>                                                                   |                                            |                                            |
| - Normal Paraffin                                                                     | 858.92                                     | -                                          |
| - Linear Alkyl Benzene                                                                | -                                          | 25.70                                      |
| - Caustic soda Lye                                                                    | -                                          | 51.86                                      |
| - Hydrochloric Acid                                                                   | 0.14                                       | -                                          |
|                                                                                       | <u>859.06</u>                              | <u>77.56</u>                               |
| <b>Total - Sale of Products</b>                                                       | <u>182,307.19</u>                          | <u>166,511.26</u>                          |
| <b>Sale of Services Comprise</b>                                                      |                                            |                                            |
| Others                                                                                | 20.29                                      | 9.47                                       |
| <b>Total - Sale of Services</b>                                                       | <u>20.29</u>                               | <u>9.47</u>                                |
| <b>Other Operating Revenue comprises</b>                                              |                                            |                                            |
| Scrap sales                                                                           | 350.27                                     | 336.44                                     |
| <b>Total - Other Operating Revenue</b>                                                | <u>350.27</u>                              | <u>336.44</u>                              |
| <b>Basis on which the entity identifies the fulfilment of performance obligations</b> |                                            |                                            |
| Upon Shipment (Ex-works)                                                              | 95,081.22                                  | 102,129.63                                 |
| Upon Delivery (FOR Sales)                                                             | 87,225.97                                  | 64,381.63                                  |

Payment Terms (Generally between 0 and 30 days. Refer note 8A)

### Reconciliation of the amount of revenue recognised in Statement of Profit & Loss with discount etc. given to customers

|                  |                   |                   |
|------------------|-------------------|-------------------|
| Gross Revenue    | 186,631.65        | 173,675.45        |
| Less : Discounts | 3,953.90          | 6,818.28          |
| <b>Total</b>     | <u>182,677.75</u> | <u>166,857.17</u> |

### Revenue by timing of transfer of goods/services

|                       |                   |                   |
|-----------------------|-------------------|-------------------|
| At a point in time    |                   |                   |
| (i) Product line      | 182,307.19        | 166,511.26        |
| (ii) Others           | 370.56            | 345.91            |
| Over a period of time | -                 | -                 |
| <b>Total</b>          | <u>182,677.75</u> | <u>166,857.17</u> |

## 24. Other income

|                                           |                 |                 |
|-------------------------------------------|-----------------|-----------------|
| Interest                                  |                 |                 |
| - From bank deposits                      | 1,849.98        | 1,618.19        |
| - From others                             | 104.82          | 95.24           |
| Profit on sale of assets                  | -               | 491.75          |
| Profit on sale of investment              | 4.37            | 2.35            |
| Insurance claim received                  | -               | 15.37           |
| Provision no longer required written back | -               | 448.66          |
| Others                                    | 856.33          | 991.96          |
|                                           | <u>2,815.50</u> | <u>3,663.52</u> |

## Notes forming part of the Consolidated Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

|                                                                                                                             | Year ended<br>31 <sup>st</sup> March, 2025 | Year ended<br>31 <sup>st</sup> March, 2024 |
|-----------------------------------------------------------------------------------------------------------------------------|--------------------------------------------|--------------------------------------------|
| <b>25. Cost of materials consumed</b>                                                                                       |                                            |                                            |
| Opening stock                                                                                                               | 6,955.97                                   | 9,419.75                                   |
| Add: Purchases                                                                                                              | 107,785.56                                 | 93,036.32                                  |
|                                                                                                                             | <u>114,741.53</u>                          | <u>102,456.07</u>                          |
| Less: Closing Stock                                                                                                         | 6,101.47                                   | 6,955.97                                   |
| <b>Cost of material consumed</b>                                                                                            | <u>108,640.06</u>                          | <u>95,500.10</u>                           |
| <b>Material Consumed comprises:</b>                                                                                         |                                            |                                            |
| - Kerosene                                                                                                                  | 48,593.15                                  | 49,815.33                                  |
| - Benzene                                                                                                                   | 28,921.24                                  | 22,705.66                                  |
| - Normal Paraffin                                                                                                           | 19,837.31                                  | 10,010.49                                  |
| - Propylene                                                                                                                 | 7,119.21                                   | 8,082.37                                   |
| - Salt                                                                                                                      | 2,085.15                                   | 2,556.65                                   |
| - Others                                                                                                                    | 2,084.00                                   | 2,329.60                                   |
|                                                                                                                             | <u>108,640.06</u>                          | <u>95,500.10</u>                           |
| <b>26. Purchase of Stock-in-trade</b>                                                                                       |                                            |                                            |
| - Normal Paraffin                                                                                                           | 858.92                                     | -                                          |
| - Linear Alkyl Benzene                                                                                                      | -                                          | 25.70                                      |
| - Caustic soda Lye                                                                                                          | -                                          | 48.47                                      |
| - Hydrochloric Acid                                                                                                         | 0.14                                       | -                                          |
|                                                                                                                             | <u>859.06</u>                              | <u>74.17</u>                               |
| <b>27. Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade Inventories at the end of the year</b> |                                            |                                            |
| - Finished goods                                                                                                            | 1,846.12                                   | 2,881.55                                   |
| - Work-in-progress                                                                                                          | -                                          | -                                          |
|                                                                                                                             | <u>1,846.12</u>                            | <u>2,881.55</u>                            |
| <b>Inventories at the beginning of the year</b>                                                                             |                                            |                                            |
| - Finished goods                                                                                                            | 2,881.55                                   | 4,771.91                                   |
| - Work-in-progress                                                                                                          | -                                          | -                                          |
|                                                                                                                             | <u>2,881.55</u>                            | <u>4,771.91</u>                            |
|                                                                                                                             | <u>1,035.43</u>                            | <u>1,890.36</u>                            |
| <b>28. Employee Benefits Expense</b>                                                                                        |                                            |                                            |
| Salaries and Wages                                                                                                          | 4,510.62                                   | 4,063.14                                   |
| Contributions to Provident and Other funds                                                                                  | 324.38                                     | 318.73                                     |
| Staff Welfare Expenses                                                                                                      | 623.12                                     | 556.83                                     |
|                                                                                                                             | <u>5,458.12</u>                            | <u>4,938.70</u>                            |
| <b>29. Finance costs</b>                                                                                                    |                                            |                                            |
| Interest Expense on Borrowings                                                                                              | 188.46                                     | 345.52                                     |
| Interest Expense on Lease liability                                                                                         | 135.19                                     | 137.11                                     |
| Other Borrowing Costs*                                                                                                      | 267.93                                     | 222.93                                     |
| Other Interest costs #                                                                                                      | 34.05                                      | 12.42                                      |
|                                                                                                                             | <u>625.63</u>                              | <u>717.98</u>                              |

\*Includes charges incurred towards commitment charges, transaction charges and other bank charges.

# Includes charges incurred towards Interest on customs duty, Interest on Security Deposit and interest payable under the income tax.

## Notes forming part of the Consolidated Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

|                                                                                   | Year ended<br>31 <sup>st</sup> March, 2025 | Year ended<br>31 <sup>st</sup> March, 2024 |
|-----------------------------------------------------------------------------------|--------------------------------------------|--------------------------------------------|
| <b>30. Depreciation and Amortisation Expense</b>                                  |                                            |                                            |
| Depreciation on Property, Plant and Equipment (owned assets)                      | 2,435.95                                   | 2,172.32                                   |
| Depreciation on Right of Use-Assets                                               | 90.13                                      | 90.13                                      |
|                                                                                   | <u>2,526.08</u>                            | <u>2,262.45</u>                            |
| <b>31. Other expenses</b>                                                         |                                            |                                            |
| Consumption of Stores and Spare Parts                                             | 3,221.16                                   | 3,677.62                                   |
| Utilities Consumed                                                                | 970.33                                     | 1,005.27                                   |
| Power and Fuel                                                                    | 37,812.09                                  | 36,109.30                                  |
| Rent including Lease Rentals                                                      | 76.17                                      | 157.61                                     |
| Repairs to Buildings                                                              | 503.34                                     | 508.77                                     |
| Repairs to Machinery                                                              | 2,913.63                                   | 2,856.45                                   |
| Payment to Auditors:                                                              |                                            |                                            |
| - Towards Audit Fee                                                               | 32.00                                      | 30.00                                      |
| - For Other Services                                                              | 4.92                                       | 6.86                                       |
| Insurance                                                                         | 808.42                                     | 623.61                                     |
| Rates and Taxes                                                                   | 206.27                                     | 295.24                                     |
| Freight and Forwarding                                                            | 1,690.86                                   | 2,091.86                                   |
| Net loss on Foreign Currency Transactions (other than considered as finance cost) | -                                          | 16.52                                      |
| Loss on fixed assets sold/scrapped                                                | 82.03                                      | -                                          |
| Referral Charges                                                                  | 10,077.26                                  | 7,595.16                                   |
| Corporate Social Responsibility expense (Refer Note below)                        | 271.96                                     | 331.54                                     |
| Provision for diminution value of Investment                                      | -                                          | 15.59                                      |
| Director's Sitting Fees / Remuneration                                            | 88.00                                      | 87.00                                      |
| Miscellaneous Expenses                                                            | 1,583.44                                   | 1,843.20                                   |
|                                                                                   | <u>60,341.88</u>                           | <u>57,251.60</u>                           |
| <b>32. Exceptional item</b>                                                       |                                            |                                            |
| a) Flood Dec.2023-Cyclone Michaung                                                | (1,850.27)                                 | 1,402.08                                   |
|                                                                                   | <u>(1,850.27)</u>                          | <u>1,402.08</u>                            |

**Note:**

Exceptional item includes ₹ 755 Lakhs incurred during the year towards material damage and Plant restoration activities (Michaung cyclone – Dec'23). An amount of ₹ 2605 Lakhs has been received from the insurers as an ad hoc amount pending assessment report from surveyor. This is disclosed as exceptional item.

## Notes forming part of the Consolidated Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

### Corporate Social Responsibility (CSR):

The details of Corporate Social Responsibility as prescribed under section 135 of the Companies Act, 2013 is as follows:

| Particulars                                                                                                                                                                  | Year ended<br>31 <sup>st</sup> March, 2025                            | Year ended<br>31 <sup>st</sup> March, 2024 |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------|--------------------------------------------|
| a) Amount required to be spent by the Group during the year                                                                                                                  | <b>271.96</b>                                                         | 331.54                                     |
| b) Amount of expenditure incurred                                                                                                                                            |                                                                       |                                            |
| i) Construction/ acquisition of any asset                                                                                                                                    | -                                                                     | -                                          |
| ii) For purposes other than (i) above                                                                                                                                        | <b>132.18</b>                                                         | 145.95                                     |
| c) Shortfall at the end of the year*                                                                                                                                         | <b>139.78</b>                                                         | 185.59                                     |
| d) Total of previous years shortfall                                                                                                                                         | <b>51.73</b>                                                          | 68.14                                      |
| e) Reason for shortfall                                                                                                                                                      | <b>Pertains to ongoing projects</b>                                   | Pertains to ongoing projects               |
| f) Nature of CSR activities                                                                                                                                                  | Primary Health Care Center and Drinking water & Sanitation in schools |                                            |
| g) Details of related party transactions,<br><i>e.g., contribution to a trust controlled by the Group in relation to CSR expenditure as per relevant Accounting Standard</i> | <b>31.58</b>                                                          | 61.90                                      |
| h) Where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision                                  | <b>NA</b>                                                             | NA                                         |

\* Above ₹ 139.78 lakh of Corporate Social Responsibility (CSR) expense related to ongoing projects as at 31<sup>st</sup> March, 2025 (31<sup>st</sup> March, 2024 : ₹ 185.59 lakh). The same was transferred to a special account designated as "Unspent Corporate Social Responsibility Account for the Financial Year 2024-25" ("UCSRA – FY 2024-25") of the Parent Company within 30 days from end of financial year.

### 33.A Provison for litigated claims and statutory dues

|                                                               | As at<br>31 <sup>st</sup> March, 2025 | As at<br>31 <sup>st</sup> March, 2024 |
|---------------------------------------------------------------|---------------------------------------|---------------------------------------|
| <b>Opening Balance</b>                                        | <b>5,312.51</b>                       | 5,574.58                              |
| Additions*                                                    | -                                     | 192.43                                |
| Reversals/Utilised*                                           | <b>(124.11)</b>                       | (454.50)                              |
| <b>Closing Balance</b>                                        | <b>5,188.40</b>                       | <b>5,312.51</b>                       |
| Non-Current Provision for Litigated claims and statutory dues | <b>4,484.20</b>                       | 4,592.37                              |
| Current Provision for Litigated claims                        | <b>704.20</b>                         | 720.14                                |
| <b>Total</b>                                                  | <b>5,188.40</b>                       | 5,312.51                              |

\*Provision reversed for litigations relating to RPO/sales tax - stock transfer case

### 33.B Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006

|                                                                                                                                                                                                                                                                                        |               |        |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------|--------|
| a) The principal amount remaining unpaid to any supplier at the end of the year.                                                                                                                                                                                                       | <b>411.31</b> | 557.48 |
| b) Interest due remaining unpaid to any supplier at the end of the year.                                                                                                                                                                                                               | -             | -      |
| c) The amount of interest paid by the buyer in terms of section 16 of the MSMED Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during the year.                                                                                         | -             | -      |
| d) The amount of interest due and payable for the delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act, 2006.                                                                     | -             | -      |
| e) The amount of interest accrued and remaining unpaid at the end of each accounting year.                                                                                                                                                                                             | -             | -      |
| f) The amount of further interest remaining due and payable even in the succeeding years until such date when the interest dues above are actually paid to the small enterprises, for the purpose of disallowance of a deductible expenditure under section 23 of the MSMED Act, 2006. | -             | -      |

## Notes forming part of the Consolidated Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

### 34 Employee benefit plans

#### a) Defined contribution plans

The Group makes Provident fund contributions to defined contribution plans for qualifying employees. Under this scheme, the Group is required to contribute a specified percentage of the payroll costs to fund the benefits. The contributions payable by the Group to these plans are at the rates specified in the rules of the schemes.

|                                                              | <b>For the year</b> |                |
|--------------------------------------------------------------|---------------------|----------------|
|                                                              | <b>2024-25</b>      | <b>2023-24</b> |
| Contribution to provident fund recognised in profit and loss | 183.52              | 176.68         |

#### b) Defined benefit plans

The Group has a funded Gratuity Scheme for its employees and gratuity liability has been provided based on the actuarial valuation carried out at the year end. The Gratuity scheme of the Group is funded with the Life Insurance Corporation of India.

The details of actuarial valuation in respect of Gratuity are as given below:

|                                                                                  | <b>As at<br/>31<sup>st</sup> March, 2025</b> | <b>As at<br/>31<sup>st</sup> March, 2024</b> |
|----------------------------------------------------------------------------------|----------------------------------------------|----------------------------------------------|
| <b>A. <u>Change in Defined Benefit Obligation (DBO) during the year:</u></b>     |                                              |                                              |
| <b>Present value DBO at the beginning of the year</b>                            | <b>1,386.52</b>                              | <b>1,383.87</b>                              |
| Service cost                                                                     | 77.39                                        | 72.64                                        |
| Interest cost                                                                    | 87.34                                        | 92.12                                        |
| Remeasurment(gain)/loss                                                          | (24.92)                                      | 28.78                                        |
| Actuarial (gain)/loss arising from experience adjustments                        | -                                            | -                                            |
| Benefits paid                                                                    | (268.67)                                     | (190.89)                                     |
| <b>Present value DBO at the end of the year</b>                                  | <b>1,257.66</b>                              | <b>1,386.52</b>                              |
| <b>B. <u>Change in fair value of plan assets during the year:</u></b>            |                                              |                                              |
| <b>Fair value of plan assets as at beginning of the year</b>                     | <b>1,296.16</b>                              | <b>1,146.29</b>                              |
| Expected return on planned assets                                                | 86.89                                        | 83.49                                        |
| Contributions                                                                    | 167.88                                       | 229.55                                       |
| Benefits paid                                                                    | (268.67)                                     | (186.68)                                     |
| Re-measurement gain/(loss)                                                       | 32.48                                        | 23.51                                        |
| <b>Fair value of plan asset at the end of the year</b>                           | <b>1,314.74</b>                              | <b>1,296.16</b>                              |
| <b>C. <u>Amount recognised in the balance sheet</u></b>                          |                                              |                                              |
| Present value DBO at the end of the year                                         | 1,257.66                                     | 1,386.52                                     |
| Fair value of the plan assets at the end of the year                             | 1,314.74                                     | 1,296.16                                     |
| <b>(Liability)/Asset recognised in the Balance sheet - net</b>                   | <b>57.08</b>                                 | <b>(90.36)</b>                               |
| <b>D. <u>Components of employer expenses:</u></b>                                |                                              |                                              |
| Current service cost                                                             | 77.39                                        | 72.64                                        |
| Interest cost/ (income) on net defined benefit obligation                        | 0.45                                         | 8.63                                         |
| <b>Expense recognised in Statement of Profit t and Loss</b>                      | <b>77.84</b>                                 | <b>81.27</b>                                 |
| <b>E. <u>Re-measurement on the net defined benefit obligation</u></b>            |                                              |                                              |
| Return on plan assets (excluding interest income)                                | (32.48)                                      | (23.51)                                      |
| Actuarial loss arising from changes in financial assumptions                     | (24.93)                                      | 28.78                                        |
| Actuarial loss arising from changes in experience adjustments                    | -                                            | -                                            |
| <b>Re-measurements Expense/(Income) recognised as other comprehensive income</b> | <b>(57.41)</b>                               | <b>5.27</b>                                  |
| <b>Total defined benefit cost recognised</b>                                     | <b>20.43</b>                                 | <b>86.54</b>                                 |

## Notes forming part of the Consolidated Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

|                                                                                                                                                                                                                                                                                                                                         | As at<br>31 <sup>st</sup> March, 2025 | As at<br>31 <sup>st</sup> March, 2024 |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------|---------------------------------------|
| <b>F. Net defined benefit liability (asset) reconciliation:</b>                                                                                                                                                                                                                                                                         |                                       |                                       |
| 1. Net Defined Benefit Liability/(Asset) as at 31-Mar-2024                                                                                                                                                                                                                                                                              | 90.36                                 |                                       |
| 2. Net Defined Benefit Cost for the period                                                                                                                                                                                                                                                                                              | 20.43                                 |                                       |
| Amount recognised in P&L account                                                                                                                                                                                                                                                                                                        | 77.84                                 |                                       |
| Amount recognised as OCI                                                                                                                                                                                                                                                                                                                | (57.41)                               |                                       |
| 3. Benefit payments made directly by the Group                                                                                                                                                                                                                                                                                          | (2.43)                                |                                       |
| 4. Actual contributions by the Group                                                                                                                                                                                                                                                                                                    | (165.44)                              |                                       |
| <b>Net Defined Benefit Liability/(Asset) as at 31-Mar-2025 - (1+2+3+4)</b>                                                                                                                                                                                                                                                              | <b>(57.08)</b>                        |                                       |
| <b>G. Major categories of plan assets:</b>                                                                                                                                                                                                                                                                                              |                                       |                                       |
| 1. Insurer-managed funds                                                                                                                                                                                                                                                                                                                | 1,314.74                              | 1,296.16                              |
| <b>Total</b>                                                                                                                                                                                                                                                                                                                            | <b>1,314.74</b>                       | <b>1,296.16</b>                       |
| <b>H. Expected cash flows for following year:</b>                                                                                                                                                                                                                                                                                       |                                       |                                       |
| Expected total benefit payments                                                                                                                                                                                                                                                                                                         |                                       |                                       |
| Year 1                                                                                                                                                                                                                                                                                                                                  | 300.11                                |                                       |
| Year 2                                                                                                                                                                                                                                                                                                                                  | 198.22                                |                                       |
| Year 3                                                                                                                                                                                                                                                                                                                                  | 175.61                                |                                       |
| Year 4 to 5 Year                                                                                                                                                                                                                                                                                                                        | 253.33                                |                                       |
| More than 5 Years                                                                                                                                                                                                                                                                                                                       | 412.08                                |                                       |
| <b>I. ASSUMPTIONS</b>                                                                                                                                                                                                                                                                                                                   |                                       |                                       |
| The principal assumptions used for the purposes of the actuarial valuations are given below:                                                                                                                                                                                                                                            |                                       |                                       |
| Discount rate                                                                                                                                                                                                                                                                                                                           | 6.77%                                 | 6.98%                                 |
| Salary escalation rate                                                                                                                                                                                                                                                                                                                  | 6.00%                                 | 6.00%                                 |
| Employee turnover rates                                                                                                                                                                                                                                                                                                                 | 10.00%                                | 10.00%                                |
| Mortality rates *                                                                                                                                                                                                                                                                                                                       | 100% of IALM 12-14                    | 100% of IALM 12-14                    |
| * IALM : Indian Assured Lives Morality modified Ult.                                                                                                                                                                                                                                                                                    |                                       |                                       |
| <b>J. Sensitivity analysis - DBO at the end of the year</b>                                                                                                                                                                                                                                                                             |                                       |                                       |
| Under Base Scenario                                                                                                                                                                                                                                                                                                                     | 1,257.68                              | 1,386.54                              |
| Salary Increase Rate - Plus 100 Basis Points                                                                                                                                                                                                                                                                                            | 1,315.39                              | 1,448.34                              |
| Salary Increase Rate - Minus 100 Basis Points                                                                                                                                                                                                                                                                                           | 1,204.92                              | 1,329.29                              |
| Withdrawal Rate - Plus 25 Basis Points                                                                                                                                                                                                                                                                                                  | 1,257.97                              | 1,393.97                              |
| Withdrawal Rate - Minus 25 Basis Points                                                                                                                                                                                                                                                                                                 | 1,257.38                              | 1,377.01                              |
| Discount Rate - Plus 100 Basis Points                                                                                                                                                                                                                                                                                                   | 1,196.99                              | 1,329.60                              |
| Discount Rate - Minus 100 Basis Points                                                                                                                                                                                                                                                                                                  | 1,313.07                              | 1,449.64                              |
| <b>K. Risk Exposure</b>                                                                                                                                                                                                                                                                                                                 |                                       |                                       |
| <b>(A) Liability Risks</b>                                                                                                                                                                                                                                                                                                              |                                       |                                       |
| <b>(i) Asset-Liability Mismatch Risk</b>                                                                                                                                                                                                                                                                                                |                                       |                                       |
| Risk if there is a mismatch in the duration of the assets relative to the liabilities. By matching duration with the defined benefit liabilities, the Parent Company is successfully able to neutralize valuation swings caused by interest rate movements. Hence the Parent Company is encouraged to adopt asset-liability management. |                                       |                                       |
| <b>(ii) Discount Rate Risk</b>                                                                                                                                                                                                                                                                                                          |                                       |                                       |
| Variations in the discount rate used to compute the present value of the liabilities may seem small, but in practice can have a significant impact on the defined benefit liabilities.                                                                                                                                                  |                                       |                                       |

## Notes forming part of the Consolidated Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

### (iii) Future Salary Escalation and Inflation Risk

Since price inflation and salary growth are linked economically, they are combined for disclosure purposes. Rising salaries will often result in higher future defined benefit payments resulting in a higher present value of liabilities especially unexpected salary increases provided at management's discretion may lead to estimation uncertainties increasing this risk.

### (B) Unfunded Plan Risk

This represents unmanaged risk and a growing liability. There is an inherent risk here that the company may default on paying the benefits in adverse circumstances. Funding the plan removes volatility from the balance sheet and better manages defined benefit risk through increased returns

## 35. Contingent Liabilities and commitments (to the extent not provided for) (Ind AS 37)

|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       | As at<br>31 <sup>st</sup> March, 2025 | As at<br>31 <sup>st</sup> March, 2024 |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------|---------------------------------------|
| <b>A. Contingent liabilities:</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |                                       |                                       |
| <b>a) Claims against the Company not acknowledged as debt</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |                                       |                                       |
| i) Excise Duty                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | 581.95                                | 70.85                                 |
| ii) Service Tax                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       | 102.47                                | 102.47                                |
| iii) Income Tax                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       | 1,955.32                              | 1,955.32                              |
| Demands disputed by the Group and appeals filed against these disputed demands are pending before respective appellate authorities. Outflows, if any, arising out of these claims would depend on the outcome of the decision of the appellate authorities and the Group's rights for future appeals.                                                                                                                                                                                                                                                                                                                                                                                                                 |                                       |                                       |
| iv) Cross Subsidy Charge under Group Captive Scheme                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   | 444.95                                | 444.95                                |
| The demand from TANGEDCO for ₹ 61.30 crores towards cross subsidy surcharge for alleged non-compliance under Rule 3 of the Electricity Rules, 2005 during the period 2014-15 to 2016-17 in respect of the Company's participation in Group Captive Scheme for procurement of power from private power producers is unlikely to fructify in the wake of one such private power producer having established compliance under the above said Rules as communicated by TANGEDCO vide their letter dated 13.05.2022 and thereby qualifying to be categorized as captive generating plant. TANGEDCO's response to the Company's representation for withdrawal of the above said demand for reasons stated above is awaited. |                                       |                                       |
| <b>B. Commitments</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |                                       |                                       |
| (a) Estimated amount of contracts remaining to be executed on capital account and not provided for;                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   | 11,646.64                             | 11,168.22                             |
| (b) Other commitments                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |                                       |                                       |
| (i) towards Green Belt/CER-Corporate Environment responsibility                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       | 15.56                                 | 58.12                                 |
| (ii) Bank Guarantees                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  | 11,359.93                             | 10,854.79                             |

### C. Lease arrangements with the Government of Tamilnadu

The agreement entered with the Government of Tamilnadu in respect of leasehold land on which Propylene Oxide plant is operating expired on 12<sup>th</sup> June 2020. Application for renewal of the lease for further period has been filed with the relevant authorities. In the meanwhile, the Parent Company received a demand for payment of arrears of lease rent for the period 1<sup>st</sup> July 1990- 30<sup>th</sup> June 2020 to the tune of ₹ 9,224.33 lakhs from the Vattachiyer, Tiruvottiyur. Despite representation made by the Parent Company in this regard, in the absence of any response from the authorities as to the basis on which the above demand was raised, the management is of the view that the demand is arbitrary and devoid of any merit. the Parent Company continues to make payment of the lease rent at contracted rates as per the earlier agreement with Government of Tamilnadu, in terms of the extant Government guidelines for lease of land for industrial purposes. Pending execution of the renewed lease agreement from 13<sup>th</sup> June 2020, the Parent Company has recognised Right of use of Assets (ROUA) on the indicative increase in lease rentals for a period of 30 years.

## Notes forming part of the Consolidated Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

### 36 Details on derivative instruments and unhedged foreign currency exposures

- (i) Outstanding forward exchange contracts entered into by the Group as on 31<sup>st</sup> March, 2025 : NIL
- (ii) The year end foreign currency exposures that have not been hedged by a derivative instrument or otherwise are given below:

| Particulars                                     | FY 2024-25 |                            |                  |
|-------------------------------------------------|------------|----------------------------|------------------|
|                                                 | Currency   | Amount in Foreign Currency | Amount in ₹ Lakh |
| Amount receivable in foreign currency - Exports | USD        | -                          | -                |
| Amount payable in foreign currency - Imports    | USD        | 1,639,169.42               | 1,402.82         |
|                                                 | GBP        | 500,003.84                 | 553.70           |

| Particulars                                     | FY 2023-24 |                            |                  |
|-------------------------------------------------|------------|----------------------------|------------------|
|                                                 | Currency   | Amount in Foreign Currency | Amount in ₹ Lakh |
| Amount receivable in foreign currency - Exports | USD        | -                          | -                |
| Amount payable in foreign currency - Imports    | USD        | 373,637.00                 | 311.52           |
|                                                 | GBP        | -                          | -                |

- 37 The Chief Operating Decision Maker (CODM) has considered manufacturing of industrial intermediate chemicals as the single operating segment as defined in Ind AS 108-Operating segment and reviews the performance of the Parent Company as a whole for allocation of resources.

### 38 Financial instruments

#### (i) Capital management

For the purpose of the Group's capital management, capital includes issued equity capital, securities premium and all other equity reserves attributable to the equity holders of the Group. The primary objective of the Group's capital management is to maximise the shareholder value.

The Group's objective when managing capital are to:

- Safeguard their ability to continue as a going concern, so that they can continue to provide return for shareholders and benefits for other stakeholders and
- Maintain an optimal capital structure to reduce the weighted average cost of capital

In order to maintain or adjust the capital structure, the Group may adjust the amount of dividend paid to shareholders, return capital to shareholders, issue new shares, or sell non-core assets to reduce the debt.

#### (ii) Loan covenants

The company has term loans outstanding as on 31<sup>st</sup> March 2025. The borrowings are secured by way of Equitable Mortgage over Property, Plant and Equipment and current assets the year ended 31<sup>st</sup> March 2025.

#### Categories of financial instruments

|                                                                | As at<br>31 <sup>st</sup> March, 2025 | As at<br>31 <sup>st</sup> March, 2024 |
|----------------------------------------------------------------|---------------------------------------|---------------------------------------|
| <b>A. Financial assets</b>                                     |                                       |                                       |
| (i) Measured at Amortised cost                                 |                                       |                                       |
| - Cash and bank balances                                       | 36,623.46                             | 42,216.75                             |
| - Security Deposits                                            | 1,669.72                              | 1,592.68                              |
| - Other financial assets                                       | 669.63                                | 1,072.35                              |
| - Trade Receivables                                            | 8,729.19                              | 9,616.23                              |
| (ii) Measured at Cost                                          |                                       |                                       |
| - Investments in equity instruments under Group Captive Scheme | 1,475.51                              | 1,492.44                              |
| <b>Total</b>                                                   | <b>49,167.51</b>                      | <b>55,990.45</b>                      |

## Notes forming part of the Consolidated Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

|                                   | As at<br>31 <sup>st</sup> March, 2025 | As at<br>31 <sup>st</sup> March, 2024 |
|-----------------------------------|---------------------------------------|---------------------------------------|
| <b>B. Financial liabilities</b>   |                                       |                                       |
| <b>Measured at amortised cost</b> |                                       |                                       |
| - Trade payables                  | 7,763.81                              | 10,182.63                             |
| - Borrowings                      | 12,043.36                             | 332.60                                |
| - Lease Liabilities               | 1,497.45                              | 1,466.40                              |
| - Other financial liabilities     | 11,264.51                             | 1,810.00                              |
| <b>Total</b>                      | <b>32,569.13</b>                      | <b>13,791.63</b>                      |

### Fair value hierarchy

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

Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3 - Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs)..

The fair value hierarchy of assets and liabilities as at 31<sup>st</sup> March, 2025 is as follows:

| Particulars                       | Total      | Fair value measurement at end of the reporting period |         |            |
|-----------------------------------|------------|-------------------------------------------------------|---------|------------|
|                                   |            | Level 1                                               | Level 2 | Level 3    |
| Investments in equity instruments | 1,475.51   | -                                                     | -       | 1,475.51   |
|                                   | (1,492.44) | -                                                     | -       | (1,492.44) |

**Note:** Figures in brackets are in respect of previous year

### (iii) Financial risk management objectives

The Group's activities expose it to market risk, liquidity risk and credit risk. The table given below explains the sources of risk which the entity is exposed to and how the entity manages the risk.

| Risk                       | Exposure arising from                                                                                             | Measurement                                             | Management                                                                                                      |
|----------------------------|-------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------|
| <b>a. Credit risk</b>      | Cash and cash equivalents, trade receivables, financial assets measured at amortised cost                         | Ageing analysis<br>Credit ratings<br>Financial analysis | Diversification of Short term investments, review of credit limits and credit locks and secured mode of payment |
| <b>b. Market risk</b>      |                                                                                                                   |                                                         |                                                                                                                 |
| <b>i. Foreign exchange</b> | Future commercial transactions<br>Recognised financial assets and liabilities not denominated in Indian rupee (₹) | Cash flow forecasting<br>Sensitivity analysis           | Foreign exchange forward contracts                                                                              |
| <b>ii. Interest rate</b>   | Borrowings at variable rates                                                                                      | Sensitivity analysis                                    | Market trends, Interest rate swaps                                                                              |
| <b>c. Liquidity risk</b>   | Borrowings and other liabilities                                                                                  | Rolling cash flow forecasts                             | Availability of sanctioned credit lines and borrowing facilities                                                |

The Group's risk management is governed by policies monitored by Risk Management Committee, a sub-committee of the Board and as well approved by the Board of Directors Group's treasury identifies, evaluates and hedges financial risks in close co-ordination with the Group's operating units. The board provides written principles for overall risk management, as well as policies covering areas such as foreign exchange risk, interest rate risk, credit risk and investment of excess liquidity in short term Fixed Deposits / Mutual debt funds.

#### a. Credit Risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to financial loss. The Group is exposed to credit risk from its operating activities (primarily trade receivables) and from its financing activities, including deposits with banks and financial institutions, foreign exchange transactions and other financial instruments.

## Notes forming part of the Consolidated Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

### a(i) Trade receivables

Customer credit risk is managed by each business unit under the guidance of the credit policy, procedures and control relating to customer credit risk management. Credit quality of a customer is assessed based on financial position, past performance, business/economic conditions, market reputation, expected business etc. Based on this evaluation, credit limit and credit terms are decided. Exposure on customer receivables are regularly monitored and managed through credit lock and release. Further where required the Group obtains bank guarantee as security for goods sold. .

### a(ii) Financial Instruments and cash deposits

Credit risk from balances with banks and financial institutions is managed by the Group's treasury department in accordance with the Group's policy. Investments of surplus funds are made in deposits with reputed banks and short-term liquid funds

The Group has no exposure to credit risk relating to these cash deposits as at: 31<sup>st</sup> March 2025.

### b. Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises of three types of risks: interest rate risk, currency risk and other price risk, such as equity price risk and commodity risk. Financial instruments affected by market risk include loans and borrowings and deposits.

Market risk exposures are measured using sensitivity analysis. There has been no change in the measurement and management of the Group's exposure to market risks .

#### b(i) Foreign currency risk management

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. Foreign exchange rate exposures are managed within policy parameters approved by Board of Directors The Group manages its foreign currency risk by hedging transactions that are expected to occur within a maximum of 12 month period of forecasted receipts and payments. Exposures relating to capital expenditure beyond a threshold are hedged as per Group policy at the time of commitment..

#### b(ii) Interest rate risk management

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Group has been availing the borrowings on a fixed and variable rate of interest. These borrowings are carried at amortised cost. The borrowings on a fixed rate of interest basis are not subject to the interest rate risk as defined in Ind AS 107, since neither the carrying amount nor future cash flows will fluctuate because of change in market interest rates. The borrowings on a variable rate of interest are subject to interest rate risk as defined in Ind AS 107.

### c. Liquidity risk management

Liquidity Risk refers to the risk that the Group cannot meet its financial obligation, the objective of the liquidity risk management is to maintain sufficient liquidity and ensure that funds are available for use as per requirements. The Group consistently generated sufficient cash flows from operations to meet its financial obligation including lease liabilities as and when they fall due..

The tables below provide details regarding the contractual maturities of significant financial liabilities as at:

| Particulars                                        | Due in<br>1 <sup>st</sup> year | Due in<br>2 <sup>nd</sup> year | Due in<br>3 <sup>rd</sup> to 5 <sup>th</sup> year | Due after<br>5 <sup>th</sup> year | Total            |
|----------------------------------------------------|--------------------------------|--------------------------------|---------------------------------------------------|-----------------------------------|------------------|
| <b>Year Ended 31-Mar-2025</b>                      |                                |                                |                                                   |                                   |                  |
| <b><u>Non-derivative financial liabilities</u></b> |                                |                                |                                                   |                                   |                  |
| - Trade payables                                   | 7,763.81                       | -                              | -                                                 | -                                 | 7,763.81         |
| - Borrowings                                       | 1,003.61                       | 2,007.23                       | 6,021.68                                          | 3,010.84                          | 12,043.36        |
| - Lease liabilities                                | 117.74                         | 191.87                         | 559.87                                            | 627.97                            | 1,497.45         |
| - Other financial liabilities                      | 11,077.78                      | 186.73                         | -                                                 | -                                 | 11,264.51        |
| <b>Total</b>                                       | <b>19,962.94</b>               | <b>2,385.83</b>                | <b>6,581.55</b>                                   | <b>3,638.81</b>                   | <b>32,569.13</b> |

## Notes forming part of the Consolidated Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

| Particulars                                        | Due in<br>1 <sup>st</sup> year | Due in<br>2 <sup>nd</sup> year | Due in<br>3 <sup>rd</sup> to 5 <sup>th</sup> year | Due after<br>5 <sup>th</sup> year | Total            |
|----------------------------------------------------|--------------------------------|--------------------------------|---------------------------------------------------|-----------------------------------|------------------|
| <b>Year Ended 31-Mar-2024</b>                      |                                |                                |                                                   |                                   |                  |
| <b><u>Non-derivative financial liabilities</u></b> |                                |                                |                                                   |                                   |                  |
| - Trade payables                                   | 10,182.63                      | -                              | -                                                 | -                                 | 10,182.63        |
| - Borrowings                                       | 332.60                         | -                              | -                                                 | -                                 | 332.60           |
| - Lease liabilities                                | 104.14                         | 189.69                         | 597.38                                            | 575.19                            | 1,466.40         |
| - Other financial liabilities                      | 1,630.76                       | 179.24                         | -                                                 | -                                 | 1,810.00         |
| <b>Total</b>                                       | <b>12,250.13</b>               | <b>368.93</b>                  | <b>597.38</b>                                     | <b>575.19</b>                     | <b>13,791.63</b> |

### 39 Disclosure in respect of Related Parties pursuant to Ind AS 24

#### a) List of Related Parties:

##### A) Entities having Joint control of TPL

- Southern Petrochemical Industries Corporation Limited (SPIC)
- Tamilnadu Industrial Development Corporation Limited (TIDCO)

##### B) Associates of Joint Venturers

- Manali Petrochemicals limited
- Tuticorin Alkali Chemicals and Fertilizers Ltd.,
- AMCHEM Speciality Chemical Pvt. Ltd., Singapore

##### C) Private company in which a Director or his relative is a Director or Member

- AM Foundation

##### D) Key Management Personnel

- Shri. D Senthikumar, Managing Director (w.e.f. 6<sup>th</sup> Feb 2025)
- Shri. D Senthikumar, Whole Time Director (Operations) (till 5<sup>th</sup> Feb 2025)
- Shri. KT Vijayagopal, Whole Time Director (Finance) & Chief Financial Officer (till 11<sup>th</sup> Feb 2025)
- Shri. C.Parthiban, Chief Financial Officer (w.e.f 12<sup>th</sup> Feb 2025)
- Smt. Sangeetha Sekar, Company Secretary

#### b) During the year the following transactions were carried out with the related parties in the ordinary course of business:

(₹ in Lakh)

| S I.<br>No. | Particulars                                                  | Year Ended<br>31 <sup>st</sup> March, 2025 | Year Ended<br>31 <sup>st</sup> March, 2024 |
|-------------|--------------------------------------------------------------|--------------------------------------------|--------------------------------------------|
| <b>1</b>    | <b>Dividend paid</b>                                         |                                            |                                            |
| a)          | Southern Petrochemical Industries Corporation Limited (SPIC) | 182.81                                     | 228.52                                     |
| b)          | Tamilnadu Industrial Development Corporation Limited (TIDCO) | 190.13                                     | 237.66                                     |
| <b>2</b>    | <b>Sale of Goods</b>                                         |                                            |                                            |
| a)          | Southern Petrochemical Industries Corporation Limited (SPIC) | 25.07                                      | 16.28                                      |
| b)          | Manali Petrochemicals Limited                                | 11,746.70                                  | 17,197.19                                  |
| <b>3</b>    | <b>Sale of services</b>                                      |                                            |                                            |
| a)          | Manali Petrochemicals Limited                                | 1.18                                       | -                                          |
| <b>4</b>    | <b>Purchase of goods</b>                                     |                                            |                                            |
| a)          | Manali Petrochemicals Limited                                | 6,052.76                                   | 8,741.88                                   |
| b)          | Tuticorin Alkali Chemicals and Fertilizers Limited           | -                                          | -                                          |
| <b>5</b>    | <b>Services Availed</b>                                      |                                            |                                            |
| a)          | Southern Petrochemical Industries Corporation Limited (SPIC) | 4.54                                       | 4.03                                       |
| b)          | Manali Petrochemicals limited - Effluent Line Usage          | 54.66                                      | 68.54                                      |
| c)          | AMCHEM Speciality Chemicals Pvt Ltd, Singapore               | -                                          | 413.99                                     |
| d)          | AM Foundation                                                | 31.58                                      | 61.90                                      |

## Notes forming part of the Consolidated Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

| (₹ in Lakh) |                                                                                |                                         |                                         |
|-------------|--------------------------------------------------------------------------------|-----------------------------------------|-----------------------------------------|
| Sl. No.     | Particulars                                                                    | Year Ended 31 <sup>st</sup> March, 2025 | Year Ended 31 <sup>st</sup> March, 2024 |
| <b>6</b>    | <b>Donations</b>                                                               |                                         |                                         |
| a)          | AM Foundation                                                                  | 6.90                                    | 13.00                                   |
| <b>7</b>    | <b>Reimbursement of expenses</b>                                               |                                         |                                         |
| a)          | Southern Petrochemical Industries Corporation Limited (SPIC)                   | 0.04                                    | -                                       |
| b)          | Manali Petrochemicals limited                                                  | 8.92                                    | 18.88                                   |
| <b>8</b>    | <b>Sitting Fees / Remuneration Paid to Directors (Non executive directors)</b> | 88.00                                   | 87.00                                   |
| <b>9</b>    | <b>Remuneration to Key Personnel is given below:</b>                           |                                         |                                         |
| a)          | Short term benefits                                                            | 216.85                                  | 183.70                                  |
| b)          | Other benefits                                                                 | 10.76                                   | 9.88                                    |

# As the liabilities for gratuity and leave encashment are provided on actuarial basis for the Parent Company as a whole, the amounts pertaining to the key management personnel are not included above.

### c) Outstanding Balances:

| Sl.      | Particulars                                                  | Year Ended 31 <sup>st</sup> March, 2025 | Year Ended 31 <sup>st</sup> March, 2024 |
|----------|--------------------------------------------------------------|-----------------------------------------|-----------------------------------------|
| <b>1</b> | <b>Trade Payables</b>                                        |                                         |                                         |
| a)       | Southern Petrochemical Industries Corporation Limited (SPIC) | 1.07                                    | 1.04                                    |
| b)       | Manali Petrochemicals limited                                | 67.54                                   | 69.26                                   |
| <b>2</b> | <b>Trade Receivables</b>                                     |                                         |                                         |
| a)       | Southern Petrochemical Industries Corporation Limited (SPIC) | -                                       | -                                       |
| b)       | Manali Petrochemicals limited                                | 1,049.71                                | 1,351.24                                |
| <b>3</b> | <b>Deposits held with</b>                                    |                                         |                                         |
| a)       | Manali Petrochemicals limited                                | 87.79                                   | 102.13                                  |

#### Note:

i) All the liabilities for post retirement benefits being 'Gratuity' are provided on actuarial basis for the Parent Company as a whole, accordingly the amount pertaining to Key management personnel are not included above.

### 40 Additional information on Consolidated Net Assets, Share of Profit or Loss, Other Comprehensive Income and Total Comprehensive Income as required under Schedule III to the Companies Act, 2013.

| Name of the entity in the Group                     | Net assets*                     |                   | Share of profit or loss             |                  | Share in OCI <sup>#</sup>    |                  | Share in TCI <sup>@</sup>          |                  |
|-----------------------------------------------------|---------------------------------|-------------------|-------------------------------------|------------------|------------------------------|------------------|------------------------------------|------------------|
|                                                     | As % of consolidated Net Assets | Amount in ₹ lakh  | As % of consolidated Profit or Loss | Amount in ₹ lakh | As % of Comprehensive Income | Amount in ₹ lakh | As % of Total Comprehensive Income | Amount in ₹ lakh |
| <b>Parent</b>                                       |                                 |                   |                                     |                  |                              |                  |                                    |                  |
| Tamilnadu Petroproducts Limited                     | 82.64%                          | 83,329.69         | 88.13%                              | 5,142.52         | 100.00%                      | 42.96            | 82.03%                             | 5,185.49         |
| <b>Subsidiaries - Foreign</b>                       |                                 |                   |                                     |                  |                              |                  |                                    |                  |
| 1 Certus Investments and Trading Limited, Mauritius | 15.73%                          | 15,864.84         | 10.53%                              | 614.31           | 100.00%                      | 443.28           | 16.73%                             | 1,057.58         |
| 2 Certus Investments and Trading Limited, Singapore | 1.63%                           | 1,638.63          | 1.34%                               | 78.20            | -                            | -                | 1.24%                              | 78.20            |
| <b>Total</b>                                        | <b>100%</b>                     | <b>100,833.16</b> | <b>100%</b>                         | <b>5,835.03</b>  | <b>100%</b>                  | <b>486.24</b>    | <b>100%</b>                        | <b>6,321.27</b>  |

\* Total Assets - Total Liabilities, # Other Comprehensive Income, @ Total Comprehensive Income

## Notes forming part of the Consolidated Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

### 41 Disclosure of amount of borrowing cost capitalised during the year

During the year ended 31 March 2025, The Group has capitalised borrowing costs amounting to ₹ 341.75 Lakhs to the cost of qualifying assets in accordance with the principles of Indian Accounting Standard (Ind AS) 23 - 'Borrowing Costs'. Term Loan carrying an interest rate of 9.27% p.a average was utilised for this purpose.

### 42., Disclosure of Transactions With Struck Off Companies

The Group did not have any transactions with companies struck off under Section 248 of the Companies Act, 2013 or Section 560 of Companies Act, 1956 during the financial year.

### 43. Additional Regulatory Information required under Schedule III of Companies Act 2013

#### (i) Details of Benami property held

No proceedings have been initiated on or are pending against The Group for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and Rules made thereunder.

#### (ii) Borrowing secured against current assets

The Group has borrowings from banks and financial institutions on the basis of security of current assets. The quarterly returns or statements filed by the Group with banks and financial institutions are in agreement with the books of accounts.

#### (iii) Wilful defaulter

The Group has not been declared as Wilful defaulter by any bank or financial institution or government or any government authority.

#### (iv) Registration of charges

The Group do not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

#### (v) Compliance with number of layers of companies

The Group has complied with the number of layers prescribed under the Companies Act, 2013.

#### (vi) Compliance with approved scheme(s) of arrangements

The Group has not entered into any scheme of arrangement which has an accounting impact on current financial year.

#### (vii) Utilization of borrowed funds and share premium

During the year, The Group has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the group (Ultimate Beneficiaries) or provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries.

The Group has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the group shall 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

#### (viii) Undisclosed income

There is no income surrendered or disclosed as income during the current financial year in the tax assessments under the Income Tax Act, 1961, and hence requirement to record in the books of accounts does not arise.

#### (ix) Details of crypto currency or virtual currency

The Group has not traded or invested in crypto currency or virtual currency during the current year.

#### (x) Loans or Advances in the nature of loans are granted to promoters, Directors, KMPs and the related parties

The Group has not granted any loans or advances in nature of loans to promoters, directors, KMPs and the related parties (as defined under the Companies Act, 2013) either severally or jointly with any other persons. Hence disclosure under clause (v) of Schedule III of The Companies Act 2013, is not applicable.

## Notes forming part of the Consolidated Financial Statements for the year ended 31<sup>st</sup> March, 2025

All amounts are in ₹ Lakh unless otherwise stated

### 44 Earnings per share

|                                                                             | Year Ended<br>31 <sup>st</sup> March, 2025 | Year Ended<br>31 <sup>st</sup> March, 2024 |
|-----------------------------------------------------------------------------|--------------------------------------------|--------------------------------------------|
| Profit after taxation (₹ In lacs)                                           | <b>5,835.04</b>                            | 5,006.39                                   |
| Weighted number of equity shares outstanding                                | <b>89,971,474</b>                          | 89,971,474                                 |
| Basic and diluted earnings per share- (Face value – ₹10/- per share) (in ₹) | <b>6.49</b>                                | 5.56                                       |

### 45 Events after the reporting period

The Board of Directors have recommended a dividend of ₹ 1.20/- per share 12% on 8,99,71,474 equity shares of ₹10/- each for the Financial Year 2024-25 subject to approval of the shareholders of the Holding Group at the Annual General Meeting and not recognised as liability as at the Balance Sheet date.

### 46 Approval of financial statements

The financial statements were reviewed and recommended by the Audit Committee and approved by the Board of Directors at the meeting held on 06<sup>th</sup> May, 2025.

### 47 Previous Year's figures

Previous year's figures have regrouped wherever necessary to correspond with the current year's disclosure.

In terms of our report attached

**For R.G.N. Price & Co.**

Chartered Accountants

Firm Regn No.002785S

**For and on behalf of the Board of Directors**

**Sriraam Alevoor M**

Partner

M.No. 221354

**Manish Nagpal**

Director

DIN: 03169160

**D Senth Kumar**

Managing Director

DIN:00202578

Place : Chennai

Date : 06<sup>th</sup> May, 2025

**C.Parthiban**

Chief Financial Officer

**Sangeetha Sekar**

Company Secretary

M.No. A31391

All amounts are in ₹ Lakh unless otherwise stated

## Form AOC-1

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

### Statement containing salient features of the financial statement of subsidiaries/associate companies/joint venture

#### Part "A": Subsidiaries

| Particulars                       | Name of the Subsidiaries                          |                     |                                                               |                     |
|-----------------------------------|---------------------------------------------------|---------------------|---------------------------------------------------------------|---------------------|
|                                   | Certus Investments and Trading Limited, Mauritius |                     | Certus Investments and Trading (S) Private Limited, Singapore |                     |
|                                   | 31 <sup>st</sup> March 2025                       |                     | 31 <sup>st</sup> March 2024                                   |                     |
|                                   | ₹ in lakhs*                                       | In USD (In Million) | ₹ in lakhs*                                                   | In USD (In Million) |
| Capital                           | 17,474.87                                         | 20.42               | 1,604.94                                                      | 1.88                |
| Reserves                          | (5.08)                                            | (0.01)              | 336.89                                                        | 0.39                |
| Total assets                      | 17,489.66                                         | 20.44               | 1,641.21                                                      | 1.92                |
| Total liabilities                 | 19.88                                             | 0.02                | 2.58                                                          | 0.00                |
| Investments                       | 1,604.94                                          | 1.88                | -                                                             | -                   |
| Turnover (including other income) | 739.57                                            | 0.86                | 530.33                                                        | 0.62                |
| Profit / (Loss) before tax        | 667.15                                            | 0.79                | 77.12                                                         | 0.09                |
| Provision for taxation            | 52.84                                             | 0.06                | -10.79                                                        | -0.01               |
| Profit / (Loss) after tax         | 614.31                                            | 0.73                | 87.91                                                         | 0.10                |
| % of Shareholding                 | 100%                                              |                     | 100% @                                                        |                     |

\* Translated at exchange rate prevailing as on 31<sup>st</sup> March, 2025

1 USD = ₹ 85.5814

@ Held by Certus Investments and Trading Limited, Mauritius

In terms of our report attached

**For R.G.N. Price & Co.**

Chartered Accountants

Firm Regn No.002785S

**For and on behalf of the Board of Directors**

**Sriraam Alevoor M**

Partner

M.No. 221354

**Manish Nagpal**

Director

DIN: 03169160

**D Senth Kumar**

Managing Director

DIN:00202578

**C.Parthiban**

Chief Financial Officer

**Sangeetha Sekar**

Company Secretary

M.No. A31391

Place : Chennai

Date : 06<sup>th</sup> May, 2025



## Notes

[illegible]



## Notes

[illegible]



## Notes

[illegible]

## FOR THE KIND ATTENTION OF SHAREHOLDERS

### For participation in AGM

- You can attend the AGM using your remote e-voting credentials.
- Once you log in the link for joining the meeting will be available and you can click the EVSN of Company to proceed further.

The facility to join the meeting will be available between from 1.45 PM to 2.15 PM on the AGM day (17<sup>th</sup> September 2025).

- Please use Laptops/Desktops/IPads for better experience. You can also join through other devices such as mobile phones. To avoid disturbance, please ensure that the internet connectivity is good.
- It has been reported that participants connecting via Mobile Hotspot may experience Audio and Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
- To register as a speaker at the meeting please visit <https://investors.cameoindia.com>, the web portal of Cameo Corporate Services Limited, Registrar & Transfer Agent
- Registration will be open from 9:00 AM on 9<sup>th</sup> September 2025 to 5:00 PM on 11<sup>th</sup> September 2025.

There will be no option for spot registration and so only those shareholders who have registered through the above process will be able to speak at the meeting.

- There is no provision for appointment of proxies to attend the meeting.
- Please do not permit any other person to use your log-in credentials, as it would be a violation of the provisions of the Companies Act, 2013 and the Rules made there under.
- You can participate in the meeting even if you have voted through the remote e-voting.

### Dividend payment and tax deduction

- Payment of Dividend will be made only in electronic mode from 01<sup>st</sup> April 2024 to ensure timely credit of the dividend please register your bank account details well in advance. No dividend warrants will be issued.
- The facility for providing the tax related declaration for Dividend 2024-25 will be available until 18<sup>th</sup> September 2025, 5:00 PM (IST). Any information submitted after this date will not be considered by RTA.

**Detailed information on the above are available in Pages 9 to 10 which may kindly be referred to. For any further details please contact the RTA.**



## **TAMILNADU PETROPRODUCTS LIMITED**

Registered Office & Factory: Manali Express Highway,  
Manali, Chennai – 600 068

CIN: L23200TN1984PLC010931

E Mail: [secy-legal@tnpetro.com](mailto:secy-legal@tnpetro.com)

Website: [www.tnpetro.com](http://www.tnpetro.com)