

Standalone Balance Sheet as at March 31, 2024

(₹ cr)				
Particulars		Note	As at March 31, 2024	As at March 31, 2023
A ASSETS				
1. Non-current assets				
a)	Property, plant and equipment	2	1,652.21	1,345.13
b)	Capital work-in-progress	2	217.27	356.31
c)	Investment properties	3	3.22	3.22
d)	Intangible assets	4	1.32	0.26
e)	Financial assets			
i)	Investments in subsidiary companies and joint venture company	5.1	1,153.39	312.56
ii)	Other investments	5.2	896.12	642.86
iii)	Loans	6	18.71	678.38
iv)	Other financial assets	7	10.47	11.43
f)	Income tax assets (net)	29.5	0.31	6.35
g)	Other non-current assets	8	36.07	40.75
Total non-current assets			3,989.09	3,397.25
2. Current assets				
a)	Inventories	9	563.20	647.64
b)	Financial assets			
i)	Investments	5.3	410.41	172.42
ii)	Trade receivables	10	848.60	893.86
iii)	Cash and cash equivalents	11	8.34	0.16
iv)	Bank balances other than cash and cash equivalents mentioned above	12	2.80	2.93
v)	Loans	6	53.54	194.60
vi)	Other financial assets	7	21.57	24.30
c)	Other current assets	8	107.25	97.74
Total current assets			2,015.71	2,033.65
Total assets			6,004.80	5,430.90
B EQUITY AND LIABILITIES				
Equity				
a)	Equity share capital	13	29.46	29.53
b)	Other equity	14	5,059.94	4,559.84
Total equity			5,089.40	4,589.37
Liabilities				
1. Non-current liabilities				
a)	Other financial liabilities	15	3.09	2.86
b)	Provisions	16	28.72	30.25
c)	Deferred tax liabilities (net)	29.5	126.82	86.18
Total non-current liabilities			158.63	119.29
2. Current liabilities				
a)	Financial liabilities			
i)	Borrowings	17	10.52	5.41
ii)	Trade payables	18		
Total outstanding dues of				
a)	Micro-enterprises and small enterprises		55.15	40.15
b)	Creditors other than micro-enterprises and small enterprises		505.52	490.65
iii)	Other financial liabilities	15	137.10	127.93
b)	Contract liabilities	19	23.32	32.55
c)	Other current liabilities	20	9.31	9.09
d)	Provisions	16	15.85	16.46
Total current liabilities			756.77	722.24
Total liabilities			915.40	841.53
Total equity and liabilities			6,004.80	5,430.90

The accompanying Notes 1-29 form an integral part of the Standalone Financial Statements.

In terms of our report attached

For Deloitte Haskins & Sells LLP
Chartered Accountants

Ketan Vora
Partner

T R Gopi Kannan
(DIN:00048645)
Whole-time Director and CFO

L P Patni
Company Secretary

B N Mohanan
(DIN:00198716)
**Whole-time Director
and President - U&S**

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(DIN: 00108866)

S A Shah
(DIN: 00058019)
Directors

For and on behalf of the Board of Directors

S S Lalbhai
(DIN:00045590)
Chairman and Managing Director

S A Lalbhai
(DIN:00009278)
Managing Director

Mumbai
April 26, 2024

Mumbai
April 26, 2024

Standalone Statement of Profit and Loss

for the year ended on March 31, 2024

(₹ cr)

Particulars	Note	2023-24	2022-23
INCOME			
Revenue from operations	21	4,357.70	5,061.78
Other income	22	134.61	199.44
Total income		4,492.31	5,261.22
EXPENSES			
Cost of materials consumed	23	2,124.40	2,484.52
Purchases of stock-in-trade		157.48	186.74
Changes in inventories of finished goods, work-in-progress and stock-in-trade	24	91.31	10.74
Employee benefit expenses	25	320.60	301.46
Finance costs	26	2.25	2.12
Depreciation and amortisation expenses	27	184.22	162.85
Other expenses	28	1,102.54	1,382.58
Total expenses		3,982.80	4,531.01
Profit before tax		509.51	730.21
Tax expense			
Current tax	29.5	105.49	170.29
Deferred tax	29.5	19.45	7.77
Total tax expense		124.94	178.06
Profit for the year		384.57	552.15
Other comprehensive income			
a) Items that will not be reclassified to profit loss			
i) Change in fair value of equity instruments through other comprehensive income (FVTOCI)		271.65	(110.26)
ii) Remeasurement gain (loss) on defined benefit plans		0.25	3.72
iii) Income tax related to items above		(21.28)	10.87
b) Items that will be reclassified to profit loss			
i) Effective portion of gain (loss) on cash flow hedges		(0.11)	(0.54)
ii) Income tax related to item no (i) above		0.03	0.14
Other comprehensive income, net of tax		250.54	(96.07)
Total comprehensive income for the year		635.11	456.08
Earnings per equity share of ₹ 10 each			
Basic earnings (₹)	29.11	130.41	187.05
Diluted earnings (₹)	29.11	130.41	187.05

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Standalone Statement of changes in equity

for the year ended on March 31, 2024

A Equity share capital

(₹ cr)

Particulars	Note	Amount
As at March 31, 2022		29.61
Changes in equity share capital during the year, pursuant to buy-back	29.18	(0.08)
As at March 31, 2023		29.53
Changes in equity share capital during the year, pursuant to buy-back	29.18	(0.07)
As at March 31, 2024	13	29.46

B Other equity

(₹ cr)

Particulars	Reserves and surplus			Items of other comprehensive income		Total other equity
	General reserve	Retained earnings	Capital redemption reserve	FVTOCI equity instruments	Effective portion of cash flow hedges	
As at March 31, 2022	68.72	3,663.76	0.07	554.03	0.20	4,286.78
Profit for the year	-	552.15	-	-	-	552.15
Other comprehensive income, net of tax	-	2.79	-	(98.46)	(0.40)	(96.07)
Total comprehensive income for the year	-	554.94	-	(98.46)	(0.40)	456.08
Transfer to retained earnings on disposal of FVTOCI equity instruments	-	1.84	-	(1.84)	-	-
Hedging (gain) loss reclassified to the Standalone Statement of Profit and Loss	-	-	-	-	(0.49)	(0.49)
Buy-back of equity shares (refer Note 29.18)	(68.72)	(17.89)	-	-	-	(86.61)
Transferred to capital redemption reserve upon buy-back (refer Note 29.18)	-	(0.08)	0.08	-	-	-
Transactions with owners in their capacity as owners:						
Dividend on equity shares (refer Note 29.17)	-	(95.92)	-	-	-	(95.92)
As at March 31, 2023	-	4,106.65	0.15	453.73	(0.69)	4,559.84
Profit for the year	-	384.57	-	-	-	384.57
Other comprehensive income, net of tax	-	0.19	-	250.43	(0.08)	250.54
Total comprehensive income for the year	-	384.76	-	250.43	(0.08)	635.11
Transfer to retained earnings on disposal of FVTOCI equity instruments	-	-	-	-	-	-
Hedging (gain) loss reclassified to the Standalone Statement of Profit and Loss	-	-	-	-	0.54	0.54
Buy-back of equity shares (refer Note 29.18)	-	(61.76)	-	-	-	(61.76)
Transferred to capital redemption reserve upon buy-back (refer Note 29.18)	-	(0.07)	0.07	-	-	-
Transactions with owners in their capacity as owners:						
Dividend on equity shares (refer Note 29.17)	-	(73.78)	-	-	-	(73.78)
As at March 31, 2024	-	4,355.80	0.22	704.16	(0.24)	5,059.94

Refer Note 14 for nature and purpose of reserves

The accompanying Notes 1-29 form an integral part of the Standalone Financial Statements.

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Standalone Statement of Cash Flows

for the year ended on March 31, 2024

(₹ cr)

Particulars	2023-24	2022-23
A CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	509.51	730.21
Adjustments for: Non-current assets		
Depreciation and amortisation expenses	184.22	162.85
Finance costs	2.25	2.12
Loss (gain) on disposal of property, plant and equipment (net)	2.29	(0.42)
Loss due to fire of property, plant and equipment	-	32.46
Insurance claim	-	(31.28)
Unrealised exchange rate difference (net)	(0.62)	1.81
Bad debts and irrecoverable balances written off	4.76	1.59
Allowance for doubtful debts made (written back)	(0.32)	1.46
Dividend income	(24.41)	(43.14)
Interest income	(74.58)	(61.13)
Liabilities no longer required written back	(1.29)	(3.14)
(Gain) on disposal of current investments measured at FVTPL (net)	(15.02)	(10.00)
Operating profit before change in operating assets and liabilities	586.79	783.39
Adjustments for:		
(Increase) Decrease in inventories	84.44	53.40
(Increase) Decrease in non-current and current assets	22.89	188.67
Increase (Decrease) in non-current and current liabilities	29.11	(116.07)
Cash generated from operations	723.23	909.39
Income tax paid (net of refund)	(99.52)	(177.39)
Net cash flow from operating activities A	623.71	732.00
B CASH FLOW FROM INVESTING ACTIVITIES		
Payments towards property, plant and equipment (including capital advances)	(342.96)	(449.72)
Purchase of intangible assets	(1.60)	-
Proceeds from disposal of property, plant and equipment	0.40	0.79
Proceeds from insurance claim	7.00	22.29
Proceeds from sale of equity instruments measured at FVTOCI	-	22.04
Purchase of equity instruments measured at FVTOCI	-	(20.18)
Redemption bonds measured at FVTPL	24.96	9.16
Redemption (Investment in) of current investments measured at FVTPL (net)	(220.82)	377.50
Purchase of preference share of subsidiary companies measured at cost	(156.50)	-
Purchase of equity instruments of subsidiary companies measured at cost	(14.11)	(56.67)
Repayments of loans given	199.25	41.33
Disbursements of loans	(66.72)	(536.73)
Redemption of (Investment in) bank deposits (net)	(0.02)	(0.03)
Interest received	63.94	49.55
Dividend received from subsidiary companies	12.68	24.50
Dividend received from joint venture company	2.90	11.68
Dividend received from others	8.83	6.96
Net cash used in investing activities B	(482.77)	(497.53)

Standalone Statement of Cash Flows

for the year ended on March 31, 2024

(₹ cr)

Particulars	2023-24	2022-23
C CASH FLOW FROM FINANCING ACTIVITIES		
Disbursements (Repayments) of current borrowings (net)	5.10	(67.52)
Interest paid	(2.25)	(2.11)
Dividend on equity shares	(73.78)	(95.92)
Buy-back of equity shares (including transaction cost)	(61.83)	(86.69)
Net cash used in financing activities	C (132.76)	(252.24)
Net increase (decrease) in cash and cash equivalents	A+B+C 8.18	(17.77)
Cash and cash equivalents at the beginning of the year	0.16	17.93
Cash and cash equivalents at the end of the year (refer Note 11)	8.34	0.16

Notes:

- The above Statement of Cash Flows has been prepared under the 'Indirect Method' as set out in the Ind AS 7 on the Statement of Cash Flows as notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended.
- Reconciliation of changes in liabilities arising from financing activities.

(₹ cr)

Particulars	2023-24	2022-23
Borrowing at the beginning of the year	5.42	72.94
(Repayment) Disbursement	5.10	(67.52)
Interest expense	0.03	0.18
Interest paid	(0.03)	(0.18)
Borrowing as at the end of the year	10.52	5.42

- Loan and Cumulative redeemable preference shares of ₹ 670.22 cr and ₹ 94.50 cr respectively, were converted into non-cumulative redeemable preference shares of Atul Products Ltd as agreed upon by Atul Ltd and Atul Product Ltd during the year.

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Notes to the Standalone Financial Statements

Background

Atul Ltd (the Company) is a public company limited by shares, incorporated and domiciled in India. Its shares are listed on two stock exchanges in India; the Bombay Stock Exchange (BSE) and the National Stock Exchange (NSE). The registered office is located at Atul House, G I Patel Marg, Ahmedabad 380 014, Gujarat, India, and the principal places of manufacturing are located at Atul, Kharod, Ankleshwar, Gujarat, and Tarapur, Maharashtra, India.

The Company is mainly in the business of Life Science Chemicals and Performance and Other Chemicals and caters to the needs of varied industries across the world such as Adhesives, Agriculture, Animal Feed, Automobile, Composites, Construction, Cosmetic, Defence, Dyestuff, Electrical and Electronics, Flavour, Food, Footwear, Fragrance, Glass, Home Care, Horticulture, Hospitality, Paint and Coatings, Paper, Personal Care, Pharmaceutical, Plastic, Polymer, Rubber, Soap and Detergent, Sport and Leisure, Textile, Tyre and Wind Energy.

Note 1 Material accounting policies

This Note provides a list of the material accounting policies adopted by the Company in preparation of these Standalone Financial Statements. These policies have been consistently applied to all the years presented, unless otherwise stated.

a) Statement of compliance

The Standalone Financial Statements comply in all material respects with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the Act), read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015, and other relevant provisions of the Act, as amended.

b) Basis of preparation

i) Historical cost convention

The Standalone Financial Statements have been prepared on a historical cost basis except for the following:

- Certain financial assets and liabilities including derivative instruments): measured at fair value
- Defined benefit plans: plan assets measured at fair value
- Biological assets: measured at fair value less cost to sell

ii) The Standalone Financial Statements have been prepared on an accrual and going concern basis.

iii) The accounting policies are applied consistently to all the periods presented in the Standalone Financial Statements. All assets and liabilities have been classified as current or non-current as per the normal operating cycle of the Company and other criteria as set out in Division II of Schedule III to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current or non-current classification of assets and liabilities.

iv) Recent accounting pronouncements:

The Ministry of Corporate Affairs (MCA) notifies new standards or amendments to the existing standards. There is no such notification which will be applicable from April 01, 2024.

c) Foreign currency transactions

i) Functional and presentation currency

Items included in the Standalone Financial Statements of the Company are measured using the currency of the primary economic environment in which the Company operates ('functional currency'). The Standalone Financial Statements of the Company are presented in Indian currency (₹), which is also the functional currency of the Company.

ii) Transactions and balances

Foreign currency transactions are translated into functional currency using the exchange rates at the dates of the transactions. Foreign exchange gain | (loss) resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at year-end exchange rates are generally recognised in the Standalone Statement of Profit and Loss, except that they are deferred in other equity if they relate to qualifying cash flow hedges. Foreign exchange differences regarded as an adjustment to borrowing

costs are presented in the Standalone Statement of Profit and Loss, within finance costs. All other foreign exchange gain | (loss) presented in the Standalone Statement of Profit and Loss are on a net basis within other income.

Non-monetary items that are measured at fair value and denominated in a foreign currency are translated using the exchange rates at the date when the fair value was determined. Translation differences in assets and liabilities carried at fair value are reported as part of the fair value gain | (loss). Non-monetary items that are measured in terms of historical cost in a foreign currency are not revalued.

d) Revenue recognition

i) Revenue from operations

Revenue is recognised when control of goods is transferred to a customer in accordance with the terms of the contract. The control of the goods is transferred upon delivery to the customers either at the factory gate of the Company or a specific location of the customer or when the goods are handed over to the freight carrier, as per the terms of the contract. A receivable is recognised by the Company when the goods are delivered to the customer as this represents the point in time at which the right to consideration becomes unconditional, as only the passage of time is required before payment is due.

Revenue from services, including those embedded in the contract for the sale of goods, namely, freight and insurance services mainly in case of export sales, is recognised upon completion of services.

Revenue is measured based on the consideration to which the Company expects to be entitled as per contract with a customer. The consideration is determined based on the transaction price specified in the contract, net of the estimated variable consideration. Accumulated experience is used to estimate and provide for the variable consideration, using the expected value method and revenue is only recognised to the extent that it is highly probable that a significant reversal will not occur. Contracts with customers are for short-term, at an agreed price basis having a contracted credit period ranging up to 180 days. The contracts do not grant any rights of return to the customer. Returns of goods are accepted by the Company only on an exception basis. Revenue excludes any taxes or duties collected on behalf of government that are levied on sales such as goods and services tax.

Eligible export incentives are recognised in the year in which the conditions precedent are met and there is no significant uncertainty about the collectability.

ii) Other income

Interest income from financial assets is recognised using the effective interest rate method. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the gross carrying amount of a financial asset. When calculating the effective interest rate, the Company estimates the expected cash flows by considering all the contractual terms of the financial instrument (for example, prepayment, extension, call and similar options), but does not consider the expected credit losses.

Dividends are recognised in the Standalone Statement of Profit and Loss only when the right to receive payment is established; it is probable that the economic benefits associated with the dividend will flow to the Company and the amount of the dividend can be measured reliably.

Insurance claims are accounted for on the basis of claims admitted and to the extent that there is no uncertainty in receiving the claims.

Lease rental income is recognised on accrual basis.

e) Income tax

Income tax expense comprises current tax and deferred tax. Current tax is the tax payable on the taxable income of the current period based on the applicable income tax rates. Deferred income tax is recognised using the balance sheet approach. Deferred income tax assets and liabilities are recognised for deductible and taxable temporary differences arising between the tax base of assets and liabilities and their carrying amount.

The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period. The 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.

Deferred income tax is provided in full, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts. However, deferred tax liabilities are not recognised if they arise from the initial recognition of goodwill. Deferred income tax is also not accounted for if it arises from the initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting profit

nor taxable profit | (tax loss). Deferred income tax is determined using tax rates (and laws) that have been enacted or substantively enacted by the Standalone Balance Sheet date and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

The Company considers reversals of deferred income tax liabilities, projected future taxable income and tax planning strategies in making the assessment of deferred tax liabilities and realisability of deferred tax assets. Based on the level of historical taxable income and projections for future taxable income over the periods in which the deferred income tax assets are deductible, the Management believes that the Company will realise the benefits of those deductible differences.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are offset where the Company has a legally enforceable right to offset and intends either to settle on a net basis or to realise the asset and settle the liability simultaneously.

Current and deferred tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity respectively.

The Company considered whether it has any uncertain tax positions based on past experience pertaining to income taxes, including those related to transfer pricing as per Appendix C to Ind AS 12. The Company has determined its tax position based on tax compliance and present judicial pronouncements and accordingly expects that its tax treatments will be accepted by the taxation authorities.

The Company determines whether to consider each uncertain tax treatment separately or together with one or more other uncertain tax treatments and uses the approach that better predicts the resolution of the uncertainty. The Company applies significant judgement in identifying uncertainties over income tax treatments.

f) Government grants

- i) Government grants are recognised at their fair value where there is a reasonable assurance that the grant will be received and the Company will comply with all the attached conditions.
- ii) Government grants relating to the purchase of property, plant and equipment are included in non-current liabilities as deferred income and are credited to profit or loss in proportion to depreciation over the expected lives of the related assets and presented within other income.
- iii) Government grants relating to income are deferred and recognised in the Standalone Statement of Profit and Loss over the period necessary to match them with the costs that they are intended to compensate and presented within other income.
- iv) Government grants relating to export incentives, refer Note 1 (d).

g) Leases

As a lessee

The Company assesses whether a contract is, or contains a lease, at the inception of the 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 Company assesses whether: i) the contract involves the use of an identified asset, ii) the Company has substantially all of the economic benefits from the 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 commencement date of the lease, the Company recognises a right-of-use asset and a corresponding lease liability for all lease arrangements in which it is a lessee, except for short-term leases (leases with a term of twelve months or less), leases of low-value assets and would remain for contract where the lessee and lessor have the right to terminate a lease without permission from the other party with no more than an insignificant penalty. The lease expense of such short-term leases, low-value assets leases and cancellable leases are recognised as an operating expense on a straight-line basis over the term of the lease.

At the commencement date, lease liability is measured at the present value of the lease payments to be paid during the non-cancellable period of the contract, discounted using the incremental borrowing rate. The right-of-use assets are initially recognised at the amount of the initial measurement of the corresponding lease liability, lease payments made at or before the commencement date less any lease incentives received and any initial direct costs.

Subsequently, the right-of-use asset is measured at cost less accumulated depreciation and any impairment losses. Lease liability is subsequently measured by increasing the carrying amount to reflect interest on the lease liability (using effective interest rate method) and reducing the carrying amount to reflect the lease payments made. The right-of-use asset and lease liability are also adjusted to reflect any lease modifications or revised in-substance fixed lease payments.

As a lessor

Leases for which the Company is a lessor are classified as finance or operating leases. Whenever the terms of the lease substantially transfer all the risks and rewards of ownership to the lessee, the contract is classified as a finance lease. All other leases are classified as operating leases.

Income from operating leases where the Company is a lessor is recognised as income on a straight-line basis over the lease term unless the receipts are structured to increase in line with the expected general inflation to compensate for the expected inflationary cost increases. The respective leased assets are included in the Standalone Balance Sheet based on their nature. Leases of property, plant and equipment where the Company as a lessor has substantially transferred all the risks and rewards are classified as finance lease. Finance leases are capitalised at the inception of the lease at the fair value of the leased property or, if lower, the present value of the minimum lease payments. The corresponding rent receivables, net of interest income, are included in other financial assets. Each lease receipt is allocated between the asset and interest income. The interest income is recognised in the Standalone Statement of Profit and Loss over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the asset for each period.

Under combined lease agreements, land and buildings are assessed individually.

h) Property, plant and equipment

Freehold land is carried at historical cost. All other items of property, plant and equipment (PPE) are stated at acquisition cost net of accumulated depreciation and accumulated impairment losses, if any. Historical cost includes expenditure that is directly attributable to the acquisition of the items. Acquisition cost may also include transfers from the equity of any gains or losses on qualifying cash flow hedges of foreign currency purchases of property, plant and equipment.

Subsequent costs are included in the carrying amount of the asset or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. All other repairs and maintenance expenses are charged to the Standalone Statement of Profit and Loss during the period in which they are incurred.

An item of PPE and any significant part initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on the de-recognition of an item of PPE is determined as the difference between the net disposal proceeds and the carrying amount of the asset and is recognised in the Standalone Statement of Profit and Loss.

Fruit-bearing plants qualify as Bearer plants under Ind AS 16. Expenditure incurred on cultivation of plantations up to the date they become capable of bearing fruits are accumulated as Bearer plants under development (Immature) and then capitalised as a Bearer plants (Mature) to be depreciated over their estimated useful life.

The plantation destroyed due to calamity, disease or any other reasons whether capitalised as a Bearer plant (Mature) or being carried under Bearer plant under development (Immature) are charged off to the Standalone Statement of Profit and Loss.

Spare parts, stand-by equipment and servicing equipment are recognised as property, plant and equipment if they are held for use in the production or supply of goods or services, for rental to others, or for administrative purposes and are expected to be used during more than one period.

Depreciation methods, estimated useful lives and residual value

The charge with respect to periodic depreciation is derived after determining an estimate of the expected useful life and the expected residual value of the assets at the end of its useful life. The lives are based on historical experience with similar assets as well as anticipation of future events, which may impact their life.

Depreciation is computed on a pro-rata basis using the straight-line method from the month of acquisition | installation until the last completed month before the assets are sold or disposed of.

Estimated useful lives of the assets are as follows:

Asset category	Estimated useful life
Buildings (residential, factory, etc)	30 to 60 years
Plant and equipment ¹	6 to 20 years
Vehicles ¹	6 to 10 years
Office equipment and furniture	5 to 10 years
Roads	5 years
Bearer plant ¹	40 years

¹The useful lives have been determined based on technical evaluation done by the Management | experts, which are different from the useful life prescribed in Part C of Schedule II to the Act, in order to reflect the actual usage of the assets. The residual values are not more than 5% of the original cost of the asset. The residual values, useful lives and method of depreciation of property, plant and equipment are reviewed annually and adjusted prospectively, if appropriate.

The carrying amount of an asset is written down immediately to its recoverable amount if the carrying amount of the asset is greater than its estimated recoverable amount.

Land accounted under finance lease is amortised on a straight-line basis over the primary period of lease.

Right-of-use are depreciated over their expected useful lives on the same basis as own assets. However, when there is no reasonable certainty that ownership will be obtained by the end of the lease term, assets are depreciated over the shorter of the lease term and their useful lives.

i) Capital work-in-progress

The cost of PPE under construction at the reporting date is disclosed as 'Capital work-in-progress.' The cost comprises purchase price, borrowing cost if capitalisation criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use. Any trade discount and rebates are deducted in arriving at the purchase price. Advances paid for the acquisition | construction of PPE which are outstanding at the Balance Sheet date are classified under the 'Capital Advances.'

j) Investment properties

Property that is held for long-term rental yields or for capital appreciation or both, and that is not in use by the Company, is classified as investment property. Land held for a currently undetermined future use is also classified as an investment property. Investment property is measured at its acquisition cost, including related transaction costs and where applicable, borrowing costs.

k) Intangible assets

Computer software includes enterprise resource planning application and other costs relating to such software that provide significant future economic benefits. These costs comprise license fees and cost of system integration services.

Development expenditure qualifying as an intangible asset, if any, is capitalised, to be amortised over the economic life of the product | patent.

Computer software cost is amortised over a period of three years using the straight-line method.

l) Impairment

The carrying amount of assets other than the land are reviewed at each Standalone Balance Sheet date to assess if there is any indication of impairment based on internal | external factors. An impairment loss on such assessment is recognised wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount of the assets is net selling price or value in use, whichever is higher. While assessing value in use, the estimated future cash flows are discounted to the present value by using weighted average cost of capital. A previously recognised impairment loss is further provided or reversed depending on changes in the circumstances and to the extent that carrying amount of the assets does not exceed the carrying amount that will be determined if no impairment loss had previously been recognised.

m) Cash and cash equivalents

Cash and cash equivalents include cash in hand, demand deposits with bank and other short-term (three months or less from the date of acquisition), highly liquid investments that are readily convertible into cash and which are subject to an insignificant risk of changes in value.

n) Statement of cash flows

Cash flows are reported using the indirect method, whereby profit for the period is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and items of income or expenses associated with investing or financing cash flows. The cash generated from | (used) in operating, investing and financing activities of the Company are segregated.

o) Trade receivables

Trade receivables are recognised at the amount of transaction price (net of variable consideration) when the right to consideration becomes unconditional. These assets are held at amortised cost, using the effective interest rate (EIR) method where applicable, less provision for impairment based on expected credit loss. Trade receivables overdue more than 180 days are considered in which there is a significant increase in credit risk.

p) Trade and other payables

These amounts represent liabilities for goods and services provided to the Company prior to the end of the financial year which are unpaid. Trade and other payables are presented as current liabilities unless payment is not due within 12 months from the reporting date. They are recognised initially at their fair value and subsequently measured at amortised cost using the EIR method.

q) Inventories

Inventories (other than the harvested products of biological assets) are stated at cost and net realisable value, whichever is lower. Cost is determined on a periodic moving weighted average basis.

Net realisable value represents the estimated selling price for inventories less all estimated costs of completion and costs necessary to effect the sale.

Cost comprises all costs of purchase, costs of conversion and other costs incurred in bringing the inventory to the present location and condition. Cost includes the reclassification from equity of any gains or losses on qualifying cash flow hedges relating to purchases of raw materials but excludes borrowing costs.

Due allowances are made for slow | non-moving, defective and obsolete inventories based on estimates made by the Company.

Items such as spare parts, stand-by equipment and servicing equipment that are not plant and machinery get classified as inventory.

The harvested product of biological assets of the Company, that is, oil palm Fresh Fruit Bunch (FFB) is initially measured at fair value less costs to sell on the point of harvest and subsequently measured at the lower of such value or net realisable value.

r) Investments and other financial assets

Classification and measurement:

The Company classifies its financial assets in the following measurement categories:

- i) those to be measured subsequently at fair value (either through other comprehensive income or through profit or loss)
- ii) those measured at amortised cost
- iii) those measured at carrying cost for equity instruments of subsidiary companies and joint venture company

The classification depends on the business model of the Company for managing financial assets and the contractual terms of the cash flows.

For assets measured at fair value, gains and losses will either be recorded in profit or loss or other comprehensive income. For investments in debt instruments, this will depend on the business model in which the investment is held. For investments in equity instruments, this will depend on whether the Company has made an irrevocable election at the time of initial recognition to account for the equity investments at fair value through other comprehensive income.

Debt instruments:

Initial recognition and measurement

Financial asset is recognised when the Company becomes a party to the contractual provisions of the instrument. Financial asset is recognised initially at fair value plus, in case the financial asset is not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset. Transaction costs of financial asset carried at fair value through profit or loss are expensed in the Standalone Statement of Profit and Loss.

Subsequent measurement

Subsequent measurement of debt instruments depends on the business model of the Company for managing the asset and the cash flow characteristics of the asset. There are three measurement categories into which the Company classifies its debt instruments:

Measured at amortised cost

Financial assets that are held within a business model whose objective is to hold financial assets in order to collect contractual cash flows that are solely payments of principal and interest are subsequently measured at amortised cost using the EIR method less impairment, if any, the amortisation of EIR and loss arising from impairment, if any is recognised in the Standalone Statement of Profit and Loss.

Measured at fair value through other comprehensive income (FVTOCI)

Financial assets that are held within a business model whose objective is achieved by both, selling financial assets and collecting contractual cash flows that are solely payments of principal and interest, are subsequently measured at fair value through other comprehensive income. Fair value movements are recognised in the OCI. Interest income is measured using the EIR method and impairment losses, if any are recognised in the Standalone Statement of Profit and Loss. On derecognition, cumulative gain | (loss) previously recognised in OCI is reclassified from the equity to other income in the Standalone Statement of Profit and Loss.

Measured at fair value through profit or loss (FVTPL)

A financial asset not classified as either amortised cost or FVTOCI, is classified as FVTPL. Such financial assets are measured at fair value with all changes in fair value, including interest income and dividend income if any, recognised as other income in the Standalone Statement of Profit and Loss.

Equity instruments

The Company subsequently measures all investments in equity instruments other than subsidiary, joint venture and associate companies | entities and joint operation at fair value. The Company has elected to present fair value gains and losses on such equity investments in other comprehensive income and there is no subsequent reclassification of these fair value gains and losses to the Standalone Statement of Profit and Loss. Dividends from such investments continue to be recognised in profit or loss as other income when the right to receive payment is established.

Changes in the fair value of financial assets at fair value through profit or loss are recognised in the Standalone Statement of Profit and Loss. Impairment losses (and reversal of impairment losses) on equity investments measured at FVTOCI are not reported separately from other changes in fair value.

Investments in subsidiary companies, associate companies and joint venture company

Investments in subsidiary companies, associate companies and joint venture company 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 subsidiary companies, associate companies and joint venture company, the difference between net disposal proceeds and the carrying amounts are recognised in the Standalone Statement of Profit and Loss.

Impairment of financial assets

The Company assesses on a forward-looking basis the expected credit losses associated with its financial assets carried at amortised cost and FVTOCI debt instruments. The impairment methodology applied depends on whether there has been a significant increase in credit risk. Note 29.8 details how the Company determines whether there has been a significant increase in credit risk.

For trade and lease receivables only, the Company applies the simplified approach permitted by Ind AS 109 Financial Instruments, which require expected lifetime losses to be recognised from initial recognition of such receivables. The Company computes expected lifetime losses based on a provision matrix, which takes into account historical credit loss experience and is adjusted for forward-looking information.

Derecognition

A financial asset is derecognised only when the Company has transferred the rights to receive cash flows from the financial asset, the asset expires or the Company retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where the Company has transferred an asset, the Company evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is derecognised through the

Standalone Statement of Profit and Loss or other comprehensive income as applicable. Where the Company has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not derecognised.

Where the Company has neither transferred a financial asset nor retained substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognised if the Company has not retained control of the financial asset. Where the Company retains control of the financial asset, the asset continues to be recognised to the extent of continuing involvement in the financial asset.

Financial liabilities

i) Classification as debt or equity

Financial liabilities and equity instruments issued by the Company are classified according to the substance of the contractual arrangements entered into and the definitions of a financial liability and an equity instrument.

ii) Initial recognition and measurement

Financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument. Financial liabilities are initially measured at the fair value.

iii) Subsequent measurement

Financial liabilities are subsequently measured at amortised cost using the effective interest rate method. Financial liabilities carried at fair value through profit or loss are measured at fair value with all changes in fair value recognised in the Standalone Statement of Profit and Loss.

iv) Derecognition

A financial liability is derecognised when the obligation specified in the contract is discharged or cancelled or it expires.

s) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount is reported in the Standalone Balance Sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the assets and settle the liabilities simultaneously.

t) Derivatives and hedging activities

The Company holds derivative financial instruments such as foreign exchange forward, interest rate swaps, currency swaps and currency options to mitigate the risk of changes in exchange rates or interest rate. The counterparty for these contracts is generally a bank.

i) Financial assets or financial liabilities, at fair value through profit or loss

This category has derivative financial assets or liabilities, which are not designated as hedges.

Although the Company believes that these derivatives constitute hedges from an economic perspective, they may not qualify for hedge accounting under Ind AS 109, Financial Instruments. Any derivative that is either not designated a hedge, or is so designated, but is ineffective as per Ind AS 109, is categorised as a financial asset or financial liability, at fair value through profit or loss.

Derivatives not designated as hedges are recognised initially at fair value and attributable transaction costs are recognised in net profit in the Standalone Statement of Profit and Loss, when incurred. Subsequent to initial recognition, these derivatives are measured at fair value through profit or loss and the resulting gains or losses are included in other income or other expenses. Assets | liabilities in this category are presented as current assets | current liabilities if they are either held for trading or are expected to be realised within 12 months after the Standalone Balance Sheet date.

ii) Cash flow hedge

The Company designates certain foreign exchange forward and options contracts as cash flow hedges to mitigate the risk of foreign exchange exposure on firm commitment and highly probable forecast transactions.

When a derivative is designated as a cash flow hedging instrument, the effective portion of changes in the fair value of the derivative is recognised in other comprehensive income and accumulated in the cash flow hedging reserve. Any ineffective portion of changes in the fair value of the derivative is recognised immediately in the net profit in the Standalone Statement of Profit and Loss. If the hedging instrument no longer meets the criteria for hedge accounting, then hedge accounting is discontinued prospectively. If the hedging instrument expires or is sold, terminated or exercised, the cumulative gain | (loss) on the hedging instrument recognised in cash flow hedging reserve till the period the hedge was effective remains in cash flow hedging reserve until the forecasted transaction

occurs. The cumulative gain | (loss) previously recognised in the cash flow hedging reserve is transferred to the Standalone Statement of Profit and Loss upon the occurrence of the related forecasted transaction.

If the forecasted transaction is no longer expected to occur, then the amount accumulated in cash flow hedging reserve is reclassified to net profit in the Standalone Statement of Profit and Loss.

u) Borrowings

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in profit or loss over the period of the borrowings using the effective interest method. Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan to the extent that it is probable that some or all of the facility will be drawn down. If not, the fee is deferred until the drawdown occurs.

Borrowings are removed from the Standalone Balance Sheet when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss as other income | (expense).

Borrowings are classified as current liabilities unless the Company has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period.

v) Borrowing costs

Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalised during the period of time that is required to complete and prepare the asset for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale. Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation. Other borrowing costs are expensed in the period in which they are incurred.

w) Provisions and contingent liabilities

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated. These are reviewed at each year end and reflect the best current estimate. Provisions are not recognised for future operating losses.

Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognised even if the likelihood of an outflow with respect to any one item included in the same class of obligations may be small.

Provisions are measured at the present value of the best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognised as interest expense.

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made.

x) Employee benefits

i) Defined benefit plan

- Gratuity

Gratuity liability is a defined benefit obligation and is computed on the basis of an actuarial valuation by an actuary appointed for the purpose as per the projected unit credit method at the end of each financial year. The liability or asset recognised in the Standalone Balance Sheet in respect of defined benefit gratuity plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The liability so provided is paid to a trust administered by the Company, which in turn invests in eligible securities to meet the liability as and when it becomes due for payment in future. Any shortfall in the value of assets over the defined benefit obligation is recognised as a liability with a corresponding charge to the Standalone Statement of Profit and Loss.

The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows with reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation.

The net interest cost is calculated by applying the discount rate at the beginning of the period to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the Standalone Statement of Profit and Loss.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur directly in other comprehensive income. They are included in retained earnings in the Statement of changes in equity and in the Standalone Balance Sheet.

Changes in the present value of the defined benefit obligation resulting from plan amendments or curtailments are recognised immediately in profit or loss as past service cost.

- **Provident fund**

Provident fund for certain eligible employees is managed by the Company through the Atul Products Ltd - Ankleshwar Division Employees Provident Fund Trust in line with the Employees' Provident Funds and Miscellaneous Provisions Act, 1952. The plan guarantees interest at the rate notified by the provident fund authorities. The contributions by the employer and employees together with the interest accumulated thereon are payable to employees at the time of their retirement or separation from the Company, whichever is earlier. The benefits vest immediately on rendering of the services by the employee. Any shortfall in the fair value of assets over the defined benefit obligation is recognised as a liability, with a corresponding charge to the Standalone Statement of Profit and Loss.

- ii) **Defined contribution plan**

Contributions to defined contribution schemes such as contribution to provident fund, superannuation fund, employees state insurance scheme, national pension scheme and labour welfare fund are charged as an expense to the Standalone Statement of Profit and Loss based on the amount of contribution required to be made as and when services are rendered by the employees. The above benefits are classified as defined contribution schemes as the Company has no further defined obligations beyond the monthly contributions.

- iii) **Short-term employee benefits**

All employee benefits payable within 12 months of service such as salaries, wages, bonus, ex-gratia, medical benefits, etc, are recognised in the year in which the employees render the related service and are presented as current employee benefit obligations. Termination benefits are recognised as an expense as and when incurred.

Short-term employee benefits are provided at an undiscounted amount during the accounting period based on service rendered by employees.

- iv) **Other long-term employee benefits**

The liabilities for earned leave and sick leave are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. They are therefore measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method. The benefits are discounted using the market yields at the end of the reporting period that have terms approximating to the terms of the related obligation. Remeasurements as a result of experience adjustments and changes in actuarial assumptions are recognised in profit or loss.

y) Research and Development expenditure

Expenditure on research is recognised as an expense when it is incurred. Expenditure on development which does not meet the criteria for recognition as an intangible asset is recognised as an expense when it is incurred. Items of property, plant and equipment and acquired intangible assets utilised for research and development are capitalised and depreciated in accordance with the policies stated for property, plant and equipment and intangible assets.

z) Earnings per share

Earnings per share (EPS) is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted EPS, the net profit for the period attributable to equity shareholders and the weighted average number of equity shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

aa) Ordinary shares

Ordinary shares are classified as equity share capital. Incremental costs directly attributable to the issuance of Ordinary shares, share options and buy-back are recognised as a deduction from equity, net of any tax effects.

Critical estimates and judgements

Preparation of the Standalone Financial Statements requires the use of accounting estimates, judgements and assumptions, which by definition, will seldom equal the actual results. Appropriate changes in estimates are made as the Management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the Standalone Financial Statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the Standalone Financial Statements. This Note provides an overview of the areas that involve a higher degree of judgements or complexity and of items that are more likely to be materially adjusted due to estimates and assumptions turning out to be different than those originally assessed. Detailed information about each of these estimates and judgements is included in relevant notes together with information about the basis of calculation for each affected line item in the Standalone Financial Statements.

The areas involving critical estimates or judgements are:

- i) Estimation for income tax: Note 1 (e)
- ii) Estimation of useful life of tangible assets: Note 1 (h)
- iii) Estimation of provision for inventories: Note 1 (q)
- iv) Allowance for credit losses on trade receivables: Note 1 (o)
- v) Estimation of claims | liabilities: Note 1 (w)
- vi) Estimation of defined benefit obligations: Note 1 (x)
- vii) Fair value measurements: Note 29.7
- viii) Impairment: Note 1 (l)

Note 2 Property, plant and equipment and capital work-in-progress

Particulars	Land - freehold	Right-of-use leasehold land ¹	Buildings ²	Plant and equipment	Vehicles	Office equipment and furniture	Roads	Bearer plants	Total	Capital work-in-progress ³
Gross carrying amount										
As at March 31, 2022	70.69	3.93	244.34	1,566.28	10.58	10.78	14.89	0.73	1,922.22	173.44
Additions	1.54	-	71.85	186.83	3.85	2.68	0.98	-	267.73	457.06
Disposals, transfers and adjustments	-	0.04	(14.97)	(47.18)	(1.49)	0.58	(0.07)	-	(63.09)	(274.19)
As at March 31, 2023	72.23	3.97	301.22	1,705.93	12.94	14.04	15.80	0.73	2,126.86	356.31
Additions	9.40	-	22.35	442.51	4.22	9.47	5.50	-	493.45	356.01
Disposals, transfers and adjustments	-	-	(1.06)	(20.63)	(1.82)	-	-	-	(23.51)	(495.05)
As at March 31, 2024	81.63	3.97	322.51	2,127.81	15.34	23.51	21.30	0.73	2,596.80	217.27
Depreciation Amortisation										
Up to March 31, 2022	-	0.41	51.76	581.88	2.53	0.77	12.61	0.06	650.02	-
For the year	-	0.05	8.94	148.04	2.36	2.22	0.69	0.02	162.32	-
Disposals, transfers and adjustments	-	0.03	(3.02)	(27.25)	(0.86)	0.56	(0.07)	-	(30.61)	-
Up to March 31, 2023	-	0.49	57.68	702.67	4.03	3.55	13.23	0.08	781.73	-
For the year	-	0.05	10.52	167.00	2.71	2.40	0.98	0.02	183.68	-
Disposals, transfers and adjustments	-	-	(1.94)	(17.34)	(1.53)	-	(0.01)	-	(20.82)	-
Up to March 31, 2024	-	0.54	66.26	852.33	5.21	5.95	14.20	0.10	944.59	-
Net carrying amount										
As at March 31, 2023	72.23	3.48	243.54	1,003.26	8.91	10.49	2.57	0.65	1,345.13	356.31
As at March 31, 2024	81.63	3.43	256.25	1,275.48	10.13	17.56	7.10	0.63	1,652.21	217.27

Notes:

¹The Company has taken on lease a parcel of land from Gujarat Industrial Development Corporation for a period of 99 years with an option to extend the lease by another 99 years on expiry of lease at a rental that is 100% higher than the prevailing rent. It has considered that such a lease of land transfers substantially all of the risks and rewards incidental to ownership of land.

²Includes premises on ownership basis of ₹ 1.10 cr (March 31, 2023: ₹ 1.10 cr) and cost of fully paid share in co-operative society of ₹ 2,000 (March 31, 2023: ₹ 2,000).

³Capital work-in-progress mainly comprises addition | expansion projects in progress.

Refer Note 17 (c) for information on property, plant and equipment hypothecated | mortgaged as security by the Company.

refer Note 29.2 for disclosure of contractual commitment for the acquisition of property, plant and equipment.

According to the assessment of the Management, there are no events or changes in circumstances that suggest impairment of property, plant and equipment as per Ind AS 36 'Impairment of Assets'. Consequently, no provision for impairment has been recorded.

Capital work-in-progress ageing

Particulars	As at March 31, 2024					As at March 31, 2023				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress	160.33	46.84	6.96	3.14	217.27	305.73	43.74	4.68	2.16	356.31
Projects temporarily suspended	-	-	-	-	-	-	-	-	-	-
	160.33	46.84	6.95	3.14	217.27	305.73	43.74	4.68	2.16	356.31

Capital work-in- progress (Projects in progress) whose completion is overdue

Particulars	As at March 31, 2024					As at March 31, 2023				
	Less than 1 year	1-2 years	2-3 years	More than 3 years		Less than 1 year	1-2 years	2-3 years	More than 3 years	
Project 1	16.00					-	102.00	-	-	-
Project 2	1.00					-	11.00	-	-	-
Project 3	-					53.00	-	-	-	-
Project 4	45.00					-	16.00	-	-	-
Project 5	4.00					12.00	-	-	-	-
Project 6	-					1.00	-	-	-	-
Project 7	-					-	8.00	-	-	-
Project 8	72.00					-	-	-	-	-
Project 9	9.00					-	-	-	-	-
	147.00	-	-	-	-	66.00	137.00	-	-	-

Title deeds of immovable properties not held in name of the Company

As at March 31, 2024							
Relevant line item in the Balance Sheet	Description of item of property	Gross carrying value (₹ cr)	Title deeds held in the name of	Whether title deed holder is a promoter Director employee relative of promoter, director or employee	Property held since which date	Reason for not being held in the name of the Company	
Property, plant and equipment	Land and Building	6.63	Pranit Bhejendra Patel Pranav Bhejendra Patel	No	January 23, 2024	Subsequently name changes is completed on April 18, 2024.	
Property, plant and equipment	Land	3.13	Ashokbhai Bhikhubhai Desai	No	August 24, 2021	The mutation entry for the name transfer is pending due to a family dispute among the sellers.	
Property, plant and equipment	Land	0.57	Ashokbhai Bhikhubhai Desai	No	August 24, 2021		
Property, plant and equipment	Land	0.49	Ashokbhai Bhikhubhai Desai	No	August 24, 2021		
Property, plant and equipment	Land	0.38	Ashokbhai Bhikhubhai Desai	No	August 24, 2021		
Property, plant and equipment	Land	0.16	Ashokbhai Bhikhubhai Desai	No	August 24, 2021	An application for resurvey has been submitted for government review due to a 5% area disparity between the old and new records.	
Property, plant and equipment	Land	0.27	Harisingh Tejasingh Rathod	No	December 21, 2019		
Property, plant and equipment	Land	0.07	Atul Products Ltd	No	February 26, 1992	The Company has possession of the allotted land, and the name change applications are under review by government authorities.	
Property, plant and equipment	Land	0.06	Atul Products Ltd	No	February 26, 1992		
Property, plant and equipment	Land	0.02	Atul Products Ltd	No	February 26, 1992		
		11.78					

As at March 31, 2023						
Relevant line item in the Balance Sheet	Description of item of property	Gross carrying value (₹ cr)	Title deeds held in the name of	Whether title deed holder is a promoter Director employee relative of promoter, director or employee	Property held since which date	Reason for not being held in the name of the Company
Property, plant and equipment	Land	3.13	Ashokbhai Bhikhubhai Desai	No	August 24, 2021	The mutation entry for the name transfer is pending due to a family dispute among the sellers.
Property, plant and equipment	Land	0.57	Ashokbhai Bhikhubhai Desai	No	August 24, 2021	
Property, plant and equipment	Land	0.49	Ashokbhai Bhikhubhai Desai	No	August 24, 2021	
Property, plant and equipment	Land	0.38	Ashokbhai Bhikhubhai Desai	No	August 24, 2021	
Property, plant and equipment	Land	0.16	Ashokbhai Bhikhubhai Desai	No	August 24, 2021	
Property, plant and equipment	Land	0.27	Harisingh Tejas Singh Rathod	No	December 21, 2019	
Property, plant and equipment	Land	1.09	Nitaben Shailen Desai	No	March 25, 2023	An application for resurvey has been submitted for government review due to a 5% area disparity between the old and new records.
Property, plant and equipment	Land	0.07	Atul Products Ltd	No	February 26, 1992	Application for name transfer submitted.
Property, plant and equipment	Land	0.06	Atul Products Ltd	No	February 26, 1992	
Property, plant and equipment	Land	0.02	Atul Products Ltd	No	February 26, 1992	
Property, plant and equipment	Building	0.01	Atul Products Ltd	No	March 31, 1968	The Company has possession of the allotted land, and the name change applications are under review by government authorities.
		6.25				Application for name transfer submitted.

(₹ cr)

Note 3 Investment properties	As at March 31, 2024	As at March 31, 2023
Land - freehold		
Gross carrying amount	3.22	3.22
Net carrying amount	3.22	3.22

- a) Amount recognised in the Standalone Statement of Profit and Loss for investment properties

The Company has classified parcels of freehold land held for currently undeterminable future use as investment properties. There are no amounts pertaining to these investment properties recognised in the Standalone Statement of Profit and Loss, since the Company does not receive any rental income, incur any depreciation or other operating expenses.

- b) The Company does not have any contractual obligations to purchase, construct or develop, for maintenance or enhancements of investment properties.

- c) Fair value

(₹ cr)

Particulars	As at March 31, 2024	As at March 31, 2023
Investment properties	101.90	89.32
	101.90	89.32

Estimation of fair value

The Company obtains valuations from independent registered valuers for its investment properties at least annually. The best evidence of fair value is current prices in an active market for similar properties. Where such information is not available, the valuer considers information from a variety of sources, including current prices in an active market for investment properties of different nature or recent prices of similar investment properties in less active markets, adjusted to reflect those differences.

All resulting fair value estimates for investment properties are included in level 3.

(₹ cr)

Note 4 Intangible assets	Computer software
Gross carrying amount	
As at March 31, 2023	1.89
Additions	-
As at March 31, 2023	1.89
Additions	1.60
As at March 31, 2024	3.49
Amortisation	
Up to March 31, 2023	1.11
Amortisation charged for the year	0.52
Up to March 31, 2023	1.63
Amortisation charged for the year	0.54
Up to March 31, 2024	2.17
Net carrying amount	
As at March 31, 2023	0.26
As at March 31, 2024	1.32

(₹ cr)

Note 5.1 Investments in subsidiary companies and joint venture company		Face value ¹	As at March 31, 2024		As at March 31, 2023	
			Number of shares	Amount	Number of shares	Amount
a)	Investment in equity instruments (fully paid-up)					
	Subsidiary companies joint venture company measured at cost					
	Quoted					
	In subsidiary company measured at cost					
	Amal Ltd ^{2, 3}	10	1,70,130	18.82	1,70,130	18.82
	Unquoted					
	In foreign subsidiary companies measured at cost					
	Atul Brasil Quimicos Ltd	R\$ 1	7,04,711	2.03	7,04,711	2.03
	Atul China Ltd	US\$ 4,10,000	1	0.92	1	0.92
	Atul Deutschland GmbH	€ 1,00,000	1	-	1	-
	Atul Europe Ltd	£ 1	32,88,911	24.14	32,88,911	24.14
	Atul Middle East FZ-LLC	AED 1,000	300	0.51	300	0.51
	Atul USA Inc	US\$ 1,000	2,000	6.29	2,000	6.29
	In Indian subsidiary companies measured at cost					
	Aasthan Dates Ltd	10	20,98,000	2.10	20,98,000	2.10
	Atul Adhesives Pvt Ltd (formerly known as Anchor Adhesives Pvt Ltd)	10	5,86,155	2.28	5,86,155	2.28
	Atul Bioscience Ltd	10	2,90,21,868	52.57	2,90,21,868	52.57
	Atul Biospace Ltd	10	1,10,30,365	13.36	1,10,30,365	13.36
	Atul Finserv Ltd	100	48,35,249	156.46	46,09,600	142.45
		7	5,00,000	5.00	5,00,000	5.00
	Atul Healthcare Ltd	10	22,67,000	22.77	22,67,000	22.77
	Atul Lifescience Ltd	10	94,994	0.10	4,994	0.00
	Atul Products Ltd	10	49,99,994	5.00	49,99,994	5.00
	Atul Rajasthan Date Palms Ltd	1,000	30,001	3.00	30,001	3.00
	Biyaban Agri Ltd	10	10,91,100	1.09	10,91,100	1.09
	Raja Dates Ltd	10	40,95,500	4.10	40,95,500	4.10
	In joint venture company measured at cost					
	Rudolf Atul Chemicals Ltd	10	29,18,750	6.13	29,18,750	6.13
b)	Investment in preference shares (fully paid-up)					
	Subsidiary company measured at amortised cost					
	Unquoted					
	9.50% Non-cumulative redeemable preference shares of Atul Product Ltd ⁴	10	82,67,18,500	826.72	-	-
				1,153.39		312.56

(₹ cr)

Note 5.2 Other investments		Face value ¹	As at March 31, 2024		As at March 31, 2023	
			Number of shares	Amount	Number of shares	Amount
a)	Investment in equity instruments (fully paid-up)					
	Other companies measured at FVTOCI					
	Quoted					
	Arvind Fashions Ltd	4	15,96,105	72.33	15,96,105	44.64
	Arvind Ltd	10	41,27,471	111.63	41,27,471	35.08
	Arvind SmartSpaces Ltd	10	4,12,747	28.80	4,12,747	11.66
	BASF India Ltd	10	2,61,396	87.23	2,61,396	59.48
	ICICI Bank Ltd	2	1,09,026	11.92	1,09,026	9.56
	Novartis India Ltd	5	3,74,627	38.53	3,74,627	21.12
	Pfizer Ltd	10	9,58,927	402.26	9,58,927	332.47
	The Anup Engineering Ltd	10	1,52,869	48.27	1,52,869	15.31
	Unquoted					
	Bhadreshwar Vidyut Pvt Ltd ⁵	0.19	7,95,000	-	7,95,000	-
	BEIL Infrastructure Ltd ⁶	10	70,000	0.07	70,000	0.07
	Narmada Clean Tech ⁶	10	7,15,272	0.72	7,15,272	0.72
b)	Investment in government or trust securities measured at amortised cost					
	6 Years National Savings Certificates (deposited with government departments)		-	0.01	-	0.01
c)	Investment in bonds measured at FVTPL (quoted)		-	94.35	-	112.74
				896.12		642.86

(₹ cr)

Note 5.3 Current investment		As at March 31, 2024	As at March 31, 2023
Unquoted			
Investment in mutual funds measured at FVTPL		410.41	172.42
		410.41	172.42

Aggregate amount of investments and market value thereof:

(₹ cr)

Particulars	As at March 31, 2024	As at March 31, 2023
Aggregate carrying value of quoted investments ³	914.14	660.88
Aggregate market value of quoted investments	901.43	645.15
Aggregate carrying value of unquoted investments	1,545.78	466.96
Aggregate amount of impairment in value of investments	-	-

¹In ₹ and fully paid unless otherwise stated | ²Subsidiary company by virtue of control | ³Book value includes equity component of ₹ 18.12 cr (March 31, 2023: ₹ 18.12 cr) recognised on 0% preference shares and interest free loans given to Amal Ltd carried at amortised cost | ⁴Loan and cumulative redeemable preference shares of ₹ 670.22 cr and ₹ 94.50 cr respectively, were converted into non-cumulative redeemable preference shares of Atul Products Ltd, as agreed upon by Atul Ltd and Atul Product Ltd during the year | ⁵Under liquidation | ⁶Investments in BEIL Infrastructure Ltd and Narmada Clean Tech which are for operation purpose and the Company has to hold it till the production site continues. The Company estimates that the fair value of these investments are not materially different as compared to its cost.

(₹ cr)

Note 6 Loans		As at March 31, 2024		As at March 31, 2023	
		Non-current	Current	Non-current	Current
Loan to group entities (refer Note 29.4 and 29.13)					
a)	Considered good - secured	12.20	18.52	24.40	29.58
b)	Considered good - unsecured ¹	6.51	35.02	653.98	165.02
		18.71	53.54	678.38	194.60

¹Loan of ₹ 670.22 cr were converted into non-cumulative redeemable preference shares of Atul Products Ltd as agreed upon by Atul Ltd and Atul Product Ltd during the year.

(₹ cr)

Note 7 Other financial assets		As at March 31, 2024		As at March 31, 2023	
		Non-current	Current	Non-current	Current
a)	Security deposits for utilities and premises	1.42	0.80	1.56	0.80
b)	Finance lease receivables (refer Note 29.12)	9.05	1.82	9.87	2.02
c)	Other receivables (including discount receivable)	-	17.25	-	19.41
		10.47	19.87	11.43	22.23
d)	Interest receivables (refer Note 29.4)	-	2.99	-	2.07
	Less: Provision for doubtful interest receivable	-	(1.29)	-	-
		-	1.70	-	2.07
		10.47	21.57	11.43	24.30

(₹ cr)

Note 8 Other assets		As at March 31, 2024		As at March 31, 2023	
		Non-current	Current	Non-current	Current
a)	Capital advances	5.20	-	16.67	-
b)	Advances other than capital advance				
i)	Security deposits	0.00	-	0.00	-
ii)	Others	-	29.46	-	28.19
c)	Balances with government authorities	30.87	71.19	24.08	62.93
d)	Other receivables (including prepaid expenses)	-	6.60	-	6.62
		36.07	107.25	40.75	97.74

(₹ cr)

Note 9 Inventories		As at March 31, 2024	As at March 31, 2023
a)	Raw materials and packing materials	138.83	139.96
	Add: Goods-in-transit	27.78	17.72
		166.61	157.68
b)	Work-in-progress	119.12	164.38
c)	Finished goods	220.88	265.05
d)	Stock-in-trade	8.92	10.80
e)	Stores, spares and fuel	45.59	48.30
	Add: Goods-in-transit	2.08	1.43
		47.67	49.73
		563.20	647.64

Notes:

Measured at the lower of cost and net realisable value

Refer Note 17 (c) for information on inventories have been offered as security against the working capital facilities provided by the bank
Amounts provided in the Standalone Statement of Profit and Loss of ₹ 4.21 cr (March 31, 2023: ₹ 7.46 cr)

(₹ cr)

Note 10 Trade receivables¹		As at March 31, 2024	As at March 31, 2023
a)	Undisputed trade receivables considered good - unsecured		
i)	Related parties (refer Note 29.4)	214.65	254.26
ii)	Others	632.47	638.61
b)	Which have significant increase in credit risk		
i)	Related parties (refer Note 29.4)	1.70	0.24
ii)	Others	13.14	14.42
		861.96	907.53
	Less: Allowance for doubtful debts (refer Note 29.8) ²	(13.36)	(13.67)
		848.60	893.86

Notes:

¹Refer Note 17 (c) for information on trade receivables have been offered as security against the working capital facilities provided by the bank

²Allowance for doubtful debts written off | recognised (including expected credit loss) in the Standalone Statement of Profit and Loss of ₹ (0.31) cr (March 31, 2023: ₹ 1.45 cr)

Trade receivables ageing

(₹ cr)

No.	Particulars	As at March 31, 2024						
		Outstanding for following period from due date						Total
		Not due	Less than 6 months	6 months-1 year	1-2 years	2-3 years	More than 3 years	
1.	Undisputed trade receivables: considered good	717.23	129.88	-	-	-	-	847.11
2.	Undisputed trade receivables: which have significant increase in credit risk	-	-	4.60	5.96	0.30	3.00	13.86
3.	Disputed trade receivables: which have significant increase in credit risk	-	-	-	-	-	0.99	0.99
	Allowance for doubtful debts*	-	-	(3.11)	(5.96)	(0.30)	(3.99)	(13.36)
		717.23	129.88	1.49	-	-	-	848.60

*Allowance for doubtful debts include expected credit loss provision

(₹ cr)

No.	Particulars	As at March 31, 2023						
		Outstanding for following period from due date						Total
		Not due	Less than 6 months	6 months-1 year	1-2 years	2-3 years	More than 3 years	
1.	Undisputed trade receivables: considered good	754.20	138.67	-	-	-	-	892.87
2.	Undisputed trade receivables: which have significant increase in credit risk	-	-	7.36	1.65	0.79	2.93	12.73
3.	Disputed trade receivables: which have significant increase in credit risk	-	-	-	-	-	1.93	1.93
	Allowance for doubtful debts*	-	(7.05)	-	(0.97)	(0.79)	(4.86)	(13.67)
		754.20	131.62	7.36	0.68	-	-	893.86

*Allowance for doubtful debts include expected credit loss provision

(₹ cr)

Note 11 Cash and cash equivalents		As at March 31, 2024	As at March 31, 2023
a)	Balances with banks		
	In current accounts	8.13	-
b)	Cash on hand	0.21	0.16
		8.34	0.16

There are no repatriation restrictions with regard to cash and cash equivalents.

(₹ cr)

Note 12 Bank balances other than cash and cash equivalents above		As at March 31, 2024	As at March 31, 2023
a)	Earmarked unpaid dividend accounts	2.67	2.81
b)	Unclaimed interest on public deposit	0.00	0.00
c)	Short-term bank deposit with maturity between 3 to 12 months	0.13	0.12
		2.80	2.93

Note 13 Equity share capital		As at March 31, 2024		As at March 31, 2023	
		Number of shares	₹ cr	Number of shares	₹ cr
a)	Authorised				
	Equity shares of ₹ 10 each	8,00,00,000	80.00	8,00,00,000	80.00
			80.00		80.00
b)	Issued				
	Equity shares of ₹ 10 each	2,94,71,802	29.47	2,95,43,802	29.54
			29.47		29.54
c)	Subscribed				
	Equity shares of ₹ 10 each, fully paid	2,94,41,755	29.44	2,95,13,755	29.51
d)	Forfeited shares				
	Amount originally paid-up on forfeited shares	29,991	0.02	29,991	0.02
			29.46		29.53

a) Rights, preferences and restrictions

The Company has one class of shares referred to as equity shares having a par value of ₹ 10 each.

i) Equity shares

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

Each holder of equity shares is entitled to one vote per share.

ii) Dividend

The Company declares and pays dividend in Indian rupees. The dividend proposed by the Board is subject to the approval of shareholders in the ensuing Annual General Meeting, except in case of interim dividend.

b) Shares reserved for allotment at a later date

56 equity shares are held in abeyance due to disputes at the time of earlier rights issues.

c) Details of shareholders holding more than 5% of equity shares

No.	Name of the shareholder	As at March 31, 2024		As at March 31, 2023	
		Holding %	Number of shares	Holding %	Number of shares
1.	Aagam holdings Pvt Ltd	22.60%	66,54,100	22.55%	66,54,100
2.	Arvind Farms Pvt Ltd	9.50%	27,96,208	9.47%	27,96,208
3.	Life Insurance Corporation of India	5.49%	16,17,151	*	6,84,858

*Shareholding is below 5% as at March 31, 2023

d) Reconciliation of the number of shares outstanding and the amount of equity share capital

Particulars	As at March 31, 2024		As at March 31, 2023	
	Number of shares	₹ cr	Number of shares	₹ cr
Balance as at the beginning of the year ¹	2,95,43,746	29.53	2,96,17,042	29.61
Less: Buy-back of equity shares (refer Note 29.18)	72,000	0.07	73,296	0.08
Balance as at the end of the year ¹	2,94,71,746	29.46	2,95,43,746	29.53

¹Includes 29,991 forfeited shares and amount of ₹ 0.02 cr

e) Shareholding of promoters

No.	Name of the promoter	As at March 31, 2024			As at March 31, 2023		
		Number of shares	% of total shares	% change during the year	Number of shares	% of total shares	% change during the year
01.	Aagam holdings Pvt Ltd	66,54,100	22.60%	-	66,54,100	22.55%	0.00%
02.	Arvind Farms Pvt Ltd	27,96,208	9.50%	-	27,96,208	9.47%	-
03.	Aagam Agencies Pvt Ltd (formerly known as Adhigam Investments Pvt Ltd)	11,95,000	4.06%	-	11,95,000	4.05%	-
04.	Aayojan Resources Pvt Ltd	6,15,460	2.09%	-	6,15,460	2.09%	0.16%
05.	Akshita holdings Pvt Ltd	4,64,800	1.58%	0.09%	4,64,400	1.57%	-
06.	Adhinami Investments Pvt Ltd	4,55,700	1.55%	0.08%	4,55,350	1.54%	-
07.	Anusandhan Investments Ltd	2,35,100	0.80%	0.04%	2,35,000	0.80%	-
08.	Samvegghai Arvindbhai Lalbhai*	2,07,814	0.71%	2.69%	2,02,377	0.69%	-
09.	Samvegghai Arvindbhai (On behalf of Samvegghai Arvindbhai Lalbhai HUF)	1,14,943	0.39%	-	1,14,943	0.39%	-
10.	Sunil Siddharth Lalbhai	93,326	0.32%	-	93,326	0.32%	1.69%
11.	Saumya Samvegghai Lalbhai	74,070	0.25%	-	74,070	0.25%	(57.45%)
12.	Swati S. Lalbhai	63,450	0.22%	-	63,450	0.21%	(0.08%)
13.	Vimla S Lalbhai**	25,750	0.09%	(58.04%)	61,370	0.21%	(6.99%)
14.	Taral S Lalbhai	51,591	0.18%	-	51,591	0.17%	3.13%
15.	Samvegghai Arvindbhai Lalbhai (On behalf of Ankush Trust)	50,000	0.17%	-	50,000	0.17%	100%
16.	Samvegghai Arvindbhai Lalbhai (On behalf of Adwait Trust)	50,000	0.17%	-	50,000	0.17%	100%
17.	Anamikaben Samvegghai Lalbhai	47,199	0.16%	-	47,199	0.16%	-
18.	Swati Siddharth Lalbhai (On behalf of Siddharth Family Trust)**	35,620	0.12%	100%	-	0.00%	-
19.	Sunil Siddharth Lalbhai (On behalf of Sunil Siddharth HUF)	31,544	0.11%	-	31,544	0.11%	-
20.	Astha Lalbhai	20,500	0.07%	-	20,500	0.07%	-
21.	Hansa Niranjambhai*	562	0.00%	(90.63%)	5,999	0.02%	-

No.	Name of the promoter	As at March 31, 2024			As at March 31, 2023		
		Number of shares	% of total shares	% change during the year	Number of shares	% of total shares	% change during the year
22.	Nishtha Sunilbhai Lalbhai	5,500	0.02%	-	5,500	0.02%	-
23.	Sanjaybhai Shrenikbhai Lalbhai (On behalf of Arvindbhai Lalbhai Family Trust)	3,653	0.01%	-	3,653	0.01%	-
24.	Sunil Siddharth Lalbhai (On behalf of Vimla Siddharth Family Trust)	2,724	0.01%	-	2,724	0.01%	154.58%
25.	Swati Siddharth Lalbhai (On behalf of Sunil Lalbhai Employees Trust 1)	2,000	0.01%	-	2,000	0.01%	-
26.	Lalbhai Dalpatbhai HUF	1,169	0.00%	-	1,169	0.01%	-
27.	Sheth Narottambhai Lalbhai	495	0.00%	-	495	0.00%	-

*Includes 5,437 shares held on behalf of Manini Niranjana Trust in capacity of a Trustee as at March 31, 2024 (March 31, 2023: Hansa Niranjana was a Trustee).

**Includes 35,620 shares held on behalf of Siddharth Family Trust in capacity of a Trustee as at March 31, 2023.

(₹ cr)

Note 14 Other equity		As at March 31, 2024	As at March 31, 2023
Summary of other equity balance			
a)	Retained earnings	4,355.80	4,106.65
b)	Capital redemption reserve	0.22	0.15
c)	Other reserves		
i)	FVTOCI equity instruments	704.16	453.73
ii)	Effective portion of cash flow hedges	(0.24)	(0.69)
		5,059.94	4,559.84

Refer Standalone Statement of changes in equity for detailed movement in other equity balance.

Nature and purpose of reserves

a) Retained earnings

Retained earnings are the profits that the Company has earned till date, less, any transfers to general reserve, any transfers from or to other comprehensive income, dividends or other distributions paid to shareholders.

b) Capital redemption reserve

In accordance with Section 69 of the Companies Act, 2013, the Company has created capital redemption reserve equal to the nominal value of the shares bought back as an appropriation from the general reserve.

c) FVTOCI equity instruments

The Company has elected to recognise changes in the fair value of certain investments in equity securities in other comprehensive income. These changes are accumulated within the FVTOCI equity instruments reserve within equity. The Company transfers amounts from this reserve to retained earnings when the relevant equity securities are derecognised.

d) Cash flow hedge reserve

The Company uses hedging instruments as part of its management of foreign currency risk associated with its highly probable forecast sale and inventory purchases and interest rate risk associated with variable interest rate borrowings. For hedging foreign currency risk, the Company uses foreign currency forward contracts, foreign currency option contracts and interest rate swaps. They are designated as cash flow hedges to the extent these hedges are effective, the change in fair value of the hedging instrument is recognised in the cash flow hedging reserve. Amounts recognised in the cash flow hedging reserve is reclassified to profit or loss when the hedged item affects profit or loss (for example, sales and interest payments). When the forecast transaction results in the recognition of a non-financial asset (for example, inventory), the amount recognised in the cash flow hedging reserve is adjusted against the carrying amount of the non-financial asset.

(₹ cr)

Note 15 Other financial liabilities		As at March 31, 2024		As at March 31, 2023	
		Non-current	Current	Non-current	Current
a)	Employee benefits payable	-	50.92	-	42.77
b)	Security deposits	-	38.16	-	35.98
c)	Unclaimed dividends*	-	2.67	-	2.81
d)	Creditors for capital goods	-	43.57	-	43.59
e)	Derivative financial liabilities designated as hedges (net)	-	0.11	-	0.54
f)	Other liabilities	3.09	1.67	2.86	2.24
		3.09	137.10	2.86	127.93

*There is no amount due and outstanding to be credited to Investor Education and Protection Fund as at March 31, 2024.

(₹ cr)

Note 16 Provisions		As at March 31, 2024		As at March 31, 2023	
		Non-current	Current	Non-current	Current
a)	Provision for compensated absences	28.72	9.74	30.25	8.09
b)	Others {refer i(b) and ii below}	-	6.11	-	8.37
		28.72	15.85	30.25	16.46

i) Information about individual provisions and significant estimates

a) Compensated absences

The Compensated absences cover the liability for sick and earned leave. Out of the total amount disclosed above, the amount of ₹ 9.74 cr (March 31, 2023: ₹ 8.09 cr) is presented as current since the Company does not have an unconditional right to defer settlement for any of these obligations. However, based on past experience, the Company does not expect all employees to take the full amount of accrued leave or require payment within the next 12 months.

b) Others

Regulatory and other claims

The Company has provided for certain regulatory and other charges for which it has received claims. The provision represents the unpaid amount that it expects to incur | pay for which the obligating event has already arisen as on the reporting date.

Effluent disposal

The Company has provided for expenses it estimates to incur for safe disposal of effluent in line with the regulatory framework it operates in. The provision represents the unpaid amount it expects to incur for which the obligating event has already arisen as on the reporting date.

ii) Movements in provisions

(₹ cr)

Particulars	As at March 31, 2024		As at March 31, 2023	
	Regulatory and other claims	Effluent disposal	Regulatory and other claims	Effluent disposal
Balance as at the beginning of the year	4.78	3.59	29.91	6.31
Less: Utilised	-	(3.59)	(25.13)	(6.31)
Provision made during the year	-	1.33	-	3.59
Balance as at the end of the year	4.78	1.33	4.78	3.59

Note 17 Borrowings

(₹ cr)

Particulars	Maturity	Terms of repayment	Interest rate p.a.	As at March 31, 2024		As at March 31, 2023	
				Non-current	Current	Non-current	Current
Secured							
Cash credit loan from banks repayable on demand	Short-term	Repayable on demand	8.60% to 9.45% (March 31, 2023: 9.00% to 9.25%)	-	10.52	-	5.41
				-	10.52	-	5.41

a) Security details:

Working capital loans repayable on demand from banks (March 31, 2024: ₹ 10.52 cr, March 31, 2023: ₹ 5.41) is secured by hypothecation of tangible current assets, namely, inventories and book debts of the Company as a whole and also secured by second and subservient charge on immovable and movable assets of the Company to the extent of individual bank limit as mentioned in joint consortium documents. This also extends to guarantees and letters of credit given by the bankers aggregating to ₹ 221.19 cr (March 31, 2023: ₹ 200.08 cr).

b) The quarterly returns or statements comprising (stock statements, book debt statements and other stipulated financial information) filed by the Company with such banks or financial institutions are in agreement with the books of account of the Company of the respective quarters.

c) The carrying amount of assets hypothecated | mortgaged as security for borrowing limits are

(₹ cr)

Particulars		As at March 31, 2024	As at March 31, 2023
i)	Property, plant and equipment excluding leasehold land, certain lands and Buildings	1,648.78	1,341.65
ii)	Inventories	563.20	647.64
iii)	Trade receivables	848.60	893.86
iv)	Current assets other than inventories and trade receivables	139.96	125.13
	Total assets as security	3,200.54	3,008.28

(₹ cr)

Note 18 Trade payables		As at March 31, 2024	As at March 31, 2023
a)	Total outstanding dues of micro-enterprises and small enterprises (refer Note 29.14)	55.15	40.15
b)	Total outstanding dues of creditors other than micro-enterprises and small enterprises		
i)	Related party (refer Note 29.4)		
	Acceptances	9.62	5.30
	Payables	34.59	24.23
ii)	Others	461.31	461.12
		560.67	530.80

Trade payables ageing

(₹ cr)

No.	Particulars	As at March 31, 2024						
		Outstanding for following periods from due date of payment						
		Unbilled	Not due	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
1.	MSME	-	47.67	7.48	-	-	-	55.15
2.	Others	96.60	375.97	32.95	-	-	-	505.52
		96.60	423.64	40.43	-	-	-	560.67

(₹ cr)

No.	Particulars	As at March 31, 2023						
		Outstanding for following periods from due date of payment						
		Unbilled	Not due	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
1.	MSME	-	40.15	-	-	-	-	40.15
2.	Others	94.80	328.53	67.32	-	-	-	490.65
		94.80	368.68	67.32	-	-	-	530.80

(₹ cr)

Note 19 Contract liabilities		As at March 31, 2024	As at March 31, 2023
Advances received from customers		23.32	32.55
		23.32	32.55

(₹ cr)

Note 20 Other current liabilities		As at March 31, 2024	As at March 31, 2023
a)	Statutory dues	9.31	9.07
b)	Others	-	0.02
		9.31	9.09

(₹ cr)

Note 21 Revenue from operations	2023-24	2022-23
Sale of products	4,228.26	4,809.76
Sale of services ¹	73.12	191.78
Scrap sales	14.17	13.62
Revenue from contracts with customers	4,315.55	5,015.16
Export incentives	42.15	46.62
	4,357.70	5,061.78

¹Includes ₹ 61.01 cr (2022-23: ₹ 183.37 cr) on account of freight and insurance in sale of goods on CIF, which are identified as separate performance obligation under Ind AS 115.

Disaggregation of revenue from contracts with customers:

(₹ cr)

Particulars	2023-24	2022-23
Sale of goods services		
Life Science Chemicals	1,257.29	1,476.67
Domestic	701.82	631.82
Export	555.47	844.85
Performance and Other Chemicals	3,272.86	3,822.04
Domestic	1,965.04	2,170.00
Export	1,307.82	1,652.04
Others	2.46	3.89
	4,532.61	5,302.60
Inter-segment revenue	217.06	287.44
	4,315.55	5,015.16

Reconciliation of revenue from contracts with customers recognised at contract price:

(₹ cr)

Particulars	2023-24	2022-23
Contract price	4,415.13	5,089.53
Adjustments for:		
Consideration payable to customers - discounts ¹	(93.71)	(83.20)
Contract price allocated to unsatisfied performance obligation for sale of services (net) ²	(5.87)	8.83
Revenue from contracts with customers	4,315.55	5,015.16

¹Consideration payable to customers like discounts and price reductions offered to customers are estimated on specific identified basis and reduced from the contract price when the Company recognises revenue from the transfer of the related goods or services to the customer and the entity pays or promises to pay the consideration.

²Unsatisfied performance obligation for sale of services comprises revenue from insurance and freight services for exports in-progress as at March 31, 2024, of ₹ 13.41 cr, net of revenue recognised for such services for similar contracts in-progress as at March 31, 2023, for ₹ 7.54 cr. The revenue for exports in-progress as at March 31, 2024, will be recognised in 2024-25 upon completion of the exports.

(₹ cr)

Note 22 Other income	2023-24	2022-23
Dividends		
Dividends from equity investments measured at FVTOCI	8.83	6.96
Dividends from equity investments measured at cost	15.58	36.18
	24.41	43.14
Interest income		
Interest income from financial assets measured at amortised cost	66.67	52.48
Interest income from financial assets measured at FVTPL	8.72	9.16
Interest from others	0.01	0.02
	75.40	61.66
Other non-operating income		
Insurance claim received	4.76	38.21
Lease income	3.08	2.27
(Loss) Gain on disposal of property, plant and equipment	0.02	0.27
Gain on investments measured at FVTPL	15.02	10.00
Net exchange rate difference gain (loss)	3.38	36.31
Miscellaneous income	8.54	7.58
	34.80	94.64
	134.61	199.44

(₹ cr)

Note 23 Cost of materials consumed	2023-24	2022-23
Raw materials and packing materials consumed		
Stocks at commencement	139.97	185.44
Add: Purchase	2,123.26	2,439.05
	2,263.23	2,624.49
Less: Stocks at close	138.83	139.97
	2,124.40	2,484.52

(₹ cr)

Note 24 Changes in inventories of finished goods, work-in-progress and stock-in-trade	2023-24	2022-23
Stocks at close		
Finished goods	220.88	265.05
Work-in-progress	119.12	164.38
Stock-in-trade	8.92	10.80
	348.92	440.23
Less: Stocks at commencement		
Finished goods	265.05	259.85
Work-in-progress	164.38	181.81
Stock-in-trade	10.80	9.31
	440.23	450.97
(Increase) Decrease in stocks	91.31	10.74

(₹ cr)

Note 25 Employee benefit expenses	2023-24	2022-23
Salaries, wages and bonus (refer Note 29.6)	288.27	270.71
Contribution(net) to provident and other funds (refer Note 29.6)	21.62	19.53
Staff welfare	10.71	11.22
	320.60	301.46

(₹ cr)

Note 26 Finance costs	2023-24	2022-23
Interest on borrowings	0.03	0.18
Interest on financial liabilities at amortised cost	1.77	1.59
Interest on others	0.40	0.28
Other borrowing costs	0.05	0.07
	2.25	2.12

(₹ cr)

Note 27 Depreciation and amortisation expenses	2023-24	2022-23
Depreciation on property, plant and equipment (refer Note 2)	183.68	162.33
Amortisation of intangible assets (refer Note 4)	0.54	0.52
	184.22	162.85

(₹ cr)

Note 28 Other expenses	2023-24	2022-23
Power, fuel and water	476.63	613.15
Freight charges	139.29	252.69
Manpower services	73.27	65.07
Consumption of stores and spares	40.77	50.33
Conversion and plant operation charges	52.98	57.24
Plant and equipment repairs	89.41	88.41
Building repairs	37.95	38.35
Sundry repairs	11.86	12.36
Rent	2.92	2.81
Rates and taxes	1.91	2.00
Insurance	24.40	22.18
Commission	13.78	15.99
Auditor's remuneration ¹	0.78	0.66
Travelling and conveyance	21.93	19.23
Directors' fees and travelling	0.41	0.35
Directors' commission (other than the Executive Directors)	0.90	1.02
Bad debts and irrecoverable balances written off	4.75	1.59
Provision for doubtful debts (net)	(0.31)	1.45
Loss on assets sold, discarded or demolished	2.30	32.32
Expenditure on Corporate Social Responsibility initiatives (refer Note 29.15)	15.32	15.83
Miscellaneous expenses	91.29	89.55
	1,102.54	1,382.58

¹Details of Auditors' remuneration are as follows:

(₹ cr)

Particulars		2023-24	2022-23
Remuneration to the Statutory Auditors			
a)	Audit fees	0.56	0.48
b)	Tax audit fees	0.13	0.11
c)	Other matters	0.02	0.01
d)	Out of pocket expenses	0.03	0.03
Remuneration to the Cost Auditors			
a)	Audit fees	0.04	0.03
		0.78	0.66

Note 29.1 Contingent liabilities and guarantees

- a) Claims against the Company not acknowledged as debts in respects of

(₹ cr)

Particulars		As at March 31, 2024	As at March 31, 2023
i)	Customs duty	1.94	1.94
ii)	Excise duty	0.67	0.67
iii)	Income tax	7.56	8.01
iv)	Others (contract and labour matters)	3.36	1.44

The regulatory claims are under litigation at various forums. The Company expects the outcome of the above matters to be in its favour and has, therefore, not recognised provision in relation to these claims. The above excludes interest | penalty unless demanded by the authorities.

- b) The Company has given guarantees aggregating ₹ 200 cr (March 31, 2023: Nil) in favour of HDFC Bank and Federal Bank for ₹ 100 cr each (March 31, 2023: Nil) guaranteeing the financial liability of a subsidiary Atul Products Ltd, for the purpose of availing banking facility for working capital, operational and project expenditure requirement.

Note 29.2 Commitments

- a) **Capital commitments**

Capital expenditure contracted for at the end of the reporting period, but not recognised as liabilities, is as follows:

(₹ cr)

Particulars	As at March 31, 2024	As at March 31, 2023
Estimated amount of contracts remaining to be executed and not provided for (net of advances)		
Property, plant and equipment	61.80	88.45

- b) The Company has provided letters of financial support to its two subsidiary companies.

Note 29.3 Research and development

Details of expenditure incurred on approved in-house Research and Development facilities:

(₹ cr)

Particulars	2023-24	2022-23
Capital expenditure	57.60	1.99
Revenue expenditure	33.96	31.22
	91.56	33.21

Note 29.4 Related party disclosures

Note 29.4 (A) Related party information

Name of the related party and nature of relationship

No.	Name of the related party	Description of relationship
01.	Aaranyak Urmi Ltd ¹	Subsidiary companies
02.	Aasthan Dates Ltd	
03.	Amal Ltd ²	
04.	Amal Speciality Chemicals Ltd ¹	
05.	Atul Aarogya Ltd	
06.	Atul Adhesives Pvt Ltd (formely known as Anchor Adhesives Pvt Ltd)	
07.	Atul Ayurveda Ltd	
08.	Atul Bioscience Ltd	
09.	Atul Biospace Ltd	
10.	Atul Brasil Quimicos Ltda	
11.	Atul China Ltd	
12.	Atul Clean Energy Ltd	
13.	Atul Crop Care Ltd	
14.	Atul Deutschland GmbH	
15.	Atul Entertainment Ltd	
16.	Atul Europe Ltd	
17.	Atul Finserv Ltd	
18.	Atul Fin Resources Ltd ¹	
19.	Atul Healthcare Ltd	
20.	Atul Consumer Products Ltd	
21.	Atul Hospitality Ltd	
22.	Atul Infotech Pvt Ltd ¹	
23.	Atul Ireland Ltd ¹	
24.	Atul Lifescience Ltd	
25.	Atul Middle East FZ-LLC	
26.	Atul Natural Dyes Ltd	
27.	Atul Natural Foods Ltd	
28.	Atul Nivesh Ltd ¹	
29.	Atul Paints Ltd	
30.	Atul Polymers Products Ltd	
31.	Atul Products Ltd	
32.	Atul Rajasthan Date Palms Ltd ¹	

Note 29.4 Related party disclosures (continued)

No.	Name of the related party	Description of relationship
33.	Atul Renewable Energy Ltd	Subsidiary companies
34.	Atul (Retail) Brands Ltd	
35.	Atul Seeds Ltd	
36.	Atul USA Inc	
37.	Biyaban Agri Ltd	
38.	DPD Ltd ¹	
39.	Jayati Infrastructure Ltd	
40.	Osia Dairy Ltd	
41.	Osia Infrastructure Ltd	
42.	Raja Dates Ltd	
43.	Sehat Food Ltd	
44.	Valsad Institute of Medical Sciences Ltd ¹	Associate Company
45.	Rudolf Atul Chemicals Ltd	Joint venture company
46.	Anaven LLP	Joint operation of subsidiary company
47.	Aagam holdings Pvt Ltd	Entity over which control is exercised by Key Management Personnel
48.	Crawford Bayley & Co ³	
49.	Key management personnel	
	Sunil Lalbhai	Chairman and Managing Director
	Samveg Lalbhai	Managing Director
	Bharathy Mohanan	Whole-time Director and President - U&S
	Gopi Kannan Thirukonda	Whole-time Director and CFO
	Susim Datta	Non-executive Director
	Mukund Chitale	Non-executive Director
	Subhalakshmi Panse	Non-executive Director
	Baldev Arora	Non-executive Director
	Pradeep Banerjee	Non-executive Director
	Rangaswamy Iyer	Non-executive Director
	Sharadachandra Abhyankar	Non-executive Director
	Sujal Shah	Non-executive Director
50.	Close family members of key management personnel	
	Vimla Lalbhai	Mother of Sunil Lalbhai
	Swati Lalbhai	Sister of Sunil Lalbhai
	Astha Lalbhai	Daughter of Sunil Lalbhai
	Saumya Lalbhai	Son of Samveg Lalbhai
	Nishtha Lalbhai	Daughter of Sunil Lalbhai
51.	Welfare funds	
	Atul Foundation Health Center	Entities over which Key Management Personnel or their Close family members have significant influence
	Atul Foundation Trust	
	Atul Kelavani Mandal	
	Atul Rural Development Fund	
	Atul Vidyalaya Trust	
	Urmi Stree Sanstha	

Note 29.4 Related party disclosures (continued)

No.	Name of the related party	Description of relationship
52.	Other related parties	
	Atul Ltd Employees Gratuity Fund	
	Atul Products Ltd-Ankleshwar Division Employees' Provident Fund Trust	Post-employment benefit plan of Atul Ltd
	The Atul Officers Retirement Benefit Fund	

¹Investments held through subsidiary companies | ²Subsidiary company by virtue of control | ³Up to July 28, 2023.

(₹ cr)

Note 29.4 (B) Transactions with subsidiary companies		2023-24	2022-23
a)	Sales and income		
1.	Sale of goods	567.54	827.30
	Aaranyak Urmi Ltd	0.00	0.01
	Amal Ltd	0.01	0.40
	Amal Speciality Chemicals Ltd	0.18	0.24
	Atul Bioscience Ltd	39.03	68.88
	Atul Biospace Ltd	2.02	3.11
	Atul China Ltd	155.10	173.91
	Atul Europe Ltd	99.27	119.78
	Atul Ireland Ltd	1.38	1.60
	Atul Middle East FZ-LLC	0.01	3.04
	Atul Products Ltd	5.75	0.68
	Atul USA Inc	264.69	455.55
	Osia Infrastructure Ltd	0.10	0.10
2.	Service charges received	10.09	10.22
	Amal Ltd	1.37	1.12
	Amal Speciality Chemicals Ltd	0.58	0.41
	Atul Bioscience Ltd	5.52	5.65
	Atul Biospace Ltd	0.22	0.22
	Atul Consumer Products Ltd	0.02	0.03
	Atul Crop Care Ltd	0.07	0.08
	Atul Finserv Ltd	0.06	0.06
	Atul Infotech Pvt Ltd	0.08	0.07
	Atul Products Ltd	1.68	2.01
	Osia Infrastructure Ltd	0.49	0.57
3.	Interest received	61.06	45.11
	Atul Bioscience Ltd	4.48	4.97
	Atul Finserv Ltd	1.43	-
	Atul Products Ltd	54.69	40.10
	Atul Rajasthan Date Palms Ltd	0.46	0.04
4.	Lease rent received	0.47	0.50
	Aaranyak Urmi Ltd	0.00	0.00
	Amal Speciality Chemicals Ltd	0.00	0.00
	Atul Bioscience Ltd	0.00	0.00

Note 29.4 Related party disclosures (continued)

			(₹ cr)	
Note 29.4 (B) Transactions with subsidiary companies			2023-24	2022-23
		Atul Biospace Ltd	0.01	0.00
		Atul Consumer Products Ltd	0.00	0.00
		Atul Crop Care Ltd	0.00	0.00
		Atul Finserv Ltd	0.14	0.12
		Atul Infotech Pvt Ltd	0.00	0.00
		Atul Natural Dyes Ltd	0.00	0.00
		Atul Natural Foods Ltd	0.00	0.00
		Atul Products Ltd	0.30	0.35
		Atul Renewable Energy Ltd	0.00	0.00
		Osia Infrastructure Ltd	0.02	0.02
5.		Brand usage charges	0.04	0.17
		Atul Aarogya Ltd	0.00	0.00
		Atul Ayurveda Ltd	0.00	0.00
		Atul Bioscience Ltd	0.03	0.16
		Atul Biospace Ltd	0.00	0.00
		Atul Consumer Products Ltd	0.00	-
		Atul Clean Energy Ltd	0.00	0.00
		Atul Crop Care Ltd	0.00	0.00
		Atul Entertainment Ltd	0.00	0.00
		Atul Fin Resource Ltd	0.00	0.00
		Atul Finserv Ltd	0.00	0.00
		Atul Hospitality Ltd	0.00	0.00
		Atul Infotech Pvt Ltd	0.00	0.00
		Atul Nivesh Ltd	0.00	0.00
		Atul Paints Ltd	0.00	0.00
		Atul Products Ltd	0.00	0.00
		Atul Rajasthan Date Palms Ltd	0.01	0.01
		Atul (Retail) Brands Ltd	0.00	0.00
		Atul Seeds Ltd	0.00	0.00
b)	Purchases and expenses			
1.		Purchase of goods	78.53	53.35
		Aaranyak Urmi Ltd	0.00	0.01
		Aasthan Dates Ltd	0.00	0.00
		Amal Ltd	10.93	21.24
		Amal Speciality Chemicals Ltd	21.05	4.03
		Atul Bioscience Ltd	2.10	6.69
		Atul Biospace Ltd	0.00	0.01
		Atul China Ltd	0.69	5.57
		Atul Products Ltd	35.63	-
		Atul USA Inc	-	0.88
		DPD Ltd	-	3.97
		Osia Infrastructure Ltd	8.11	10.94

Note 29.4 Related party disclosures (continued)

(₹ cr)

Note 29.4 (B) Transactions with subsidiary companies		2023-24	2022-23
2.	Service charges	38.72	36.58
	Atul Biospace Ltd	0.03	0.06
	Atul Consumer Products Ltd	15.73	15.79
	Atul Crop Care Ltd	17.13	15.99
	Atul Finserv Ltd	0.98	0.87
	Atul Infotech Pvt Ltd	4.85	3.87
3.	Commission	8.29	8.89
	Atul Brasil Quimicos Ltda	0.87	1.83
	Atul China Ltd	1.59	1.40
	Atul Europe Ltd	3.20	2.25
	Atul Middle East FZ-LLC	1.89	2.41
	Atul USA Inc	0.74	1.00
4.	Reimbursement of expenses	10.02	13.18
	Aaranyak Urmi Ltd	0.00	0.00
	Amal Ltd	0.01	0.00
	Atul Bioscience Ltd	0.00	-
	Atul China Ltd	0.43	0.19
	Atul Consumer Products Ltd	2.37	2.38
	Atul Crop Care Ltd	6.84	6.97
	Atul Europe Ltd	0.04	0.63
	Atul Ireland Ltd	0.21	-
	Atul USA Inc	0.11	3.01
	Osia Infrastructure Ltd	0.01	-
c)	Other transactions		
1.	Repayment of loans given	174.25	14.52
	Atul Bioscience Ltd	74.52	14.52
	Atul Products Ltd	99.73	-
2.	Direct investment made in equity shares	14.12	58.67
	Amal Ltd	-	0.69
	Atul Finserv Ltd	14.02	35.31
	Atul Healthcare Ltd	-	22.67
	Atul Lifescience Ltd	0.10	-
3.	Reimbursements received	0.08	0.48
	Aaranyak Urmi Ltd	0.00	-
	Amal Ltd	0.00	0.05
	Amal Speciality Chemicals Ltd	-	0.01
	Atul Bioscience Ltd	0.02	0.10
	Atul Biospace Ltd	-	0.00
	Atul Consumer Products Ltd	0.02	-
	Atul Crop Care Ltd	-	0.00
	Atul Finserv Ltd	0.00	0.01
	Atul Infotech Pvt Ltd	-	0.02
	Atul Middle East FZ-LLC	-	0.09
	Atul Products Ltd	0.05	0.18

Note 29.4 Related party disclosures (continued)

			(₹ cr)	
Note 29.4 (B) Transactions with subsidiary companies			2023-24	2022-23
		Atul Rajasthan Date Palms Ltd	-	0.01
		Osia Infrastructure Ltd	0.00	0.00
4.		Redemption of preference shares	-	2.00
		Amal Ltd	-	2.00
5.		Loan given	67.00	526.05
		Atul Bioscience Ltd	32.50	15.00
		Atul Finserv Ltd	25.00	-
		Atul Products Ltd	9.50	507.05
		Atul Rajasthan Date Palms Ltd	-	4.00
6.		Sale of fixed assets (including CWIP)	1.37	0.07
		Amal Ltd	0.32	-
		Amal Speciality Chemicals Ltd	-	0.06
		Atul Bioscience Ltd	0.38	0.01
		Atul Products Ltd	0.50	-
		Atul Europe Ltd	0.17	-
7.		Purchase of CWIP	-	0.64
		Atul Infotech Pvt Ltd	-	0.64
8.		Dividend income	12.66	24.50
		Atul Biospace Ltd	-	2.60
		Atul Europe Ltd	4.35	15.58
		Atul USA Inc	8.31	-
		Atul Finserv Ltd	-	6.32
9.		Investment in 9% cumulative redeemable preference shares	94.50	-
		Atul Products Ltd	94.50	-
10.		Corporate gurantee commission received	0.55	-
		Atul Products Ltd	0.55	-
11.		Investment in 9.5% non-cumulative redeemable preference shares*	826.72	-
		Atul Products Ltd	826.72	-

* Including conversion of loan and cumulative redeemable preference shares ₹ 764.72 cr into non-cumulative redeemable preference shares

			(₹ cr)	
Note 29.4 (C) Transactions with joint venture company			2023-24	2022-23
a)	Sales and income			
	1.	Sale of goods	6.03	5.08
	2.	Service charges received	4.20	4.53
	3.	Lease rent received	0.70	0.46
	4.	Brand usage charges	0.28	0.02
b)	Purchases and expenses			
		Purchase of goods	0.96	0.64
c)	Other transactions			
	1.	Dividends received from equity investment measured at cost	2.92	11.68
	2.	Reimbursements received	0.69	0.73
	3.	Purchase of fixed assets	0.44	-

All above transactions are with Rudolf Atul Chemicals Ltd.

Note 29.4 Related party disclosures (continued)

(₹ cr)

Note 29.4 (D) Transactions with joint operation of subsidiary company		2023-24	2022-23
a)	Sales and income		
1.	Sale of goods	8.31	10.91
2.	Service charges received	1.45	1.93
3.	Lease rent received	4.33	2.07
4.	Interest income	3.69	5.33
b)	Purchases and expenses		
	Purchase of goods	49.88	100.77
c)	Other transactions		
1.	Reimbursements received	0.03	0.17
2.	Loan given	1.74	5.52
3.	Repayment of loan given	25.00	19.83

All above transactions are with Anaven LLP.

(₹ cr)

Note 29.4 (E) Transactions with entity over which control exercised by Key Management Personnel		2023-24	2022-23
	Purchases and expenses		
1.	Services availed	0.09	0.02
	Crawford Bayley & Co	0.09	0.02
	Other transactions		
1.	Reimbursement received	-	0.00
	Aagam Holdings Pvt Ltd	-	0.00

(₹ cr)

Note 29.4 (F) Key management personnel compensation		2023-24	2022-23
Remuneration¹		18.68	21.70
1.	Short-term employee benefits	16.21	19.16
2.	Post-employment benefits ¹	1.27	1.25
3.	Commission and other benefits to Non-executive Directors	1.20	1.29

¹Compensation exclude provision for gratuity and compensated absences since these are based on actuarial valuation on an overall company basis.

(₹ cr)

Note 29.4 (G) Close family members of Key Management Personnel compensation		2023-24	2022-23
Remuneration¹		1.14	1.13
1.	Astha Lalbhai	0.52	0.51
2.	Saumya Lalbhai	0.34	0.35
3.	Nishtha Lalbhai	0.28	0.27

¹Compensation exclude provision for gratuity and compensated absences since these are based on actuarial valuation on an overall company basis.

Note 29.4 Related party disclosures (continued)

			(₹ cr)	
Note 29.4 (H) Transactions with entities over which Key Management Personnel or their Close family members have significant influence			2023-24	2022-23
a)	Sales and income			
1.	Sale of goods		0.22	0.17
	Atul Foundation Health Center		0.01	-
	Atul Kelavani Mandal		0.05	0.05
	Atul Rural Development Fund		0.03	0.02
	Atul Vidyalaya Trust		0.13	0.10
	Urmi Stree Sanstha		0.00	0.00
2.	Lease rent received		0.03	0.03
	Atul Kelavani Mandal		0.02	0.02
	Atul Rural Development Fund		0.00	0.00
	Urmi Stree Sansthan		0.00	0.00
b)	Purchases and expenses			
1.	Purchase of goods		-	0.00
	Atul Foundation Trust		-	0.00
2.	Reimbursement of expenses		0.03	0.06
	Atul Foundation Trust		-	0.02
	Atul Rural Development Fund		0.03	0.04
	Atul Vidyalaya Trust		0.00	-
c)	Other transactions			
1.	Expenditure on Corporate Social Responsibility initiatives		12.76	17.28
	Atul Foundation Trust		11.98	7.18
	Atul Rural Development Fund (previous year including ₹ 4.35 cr unspent CSR of 2021-22)		0.78	10.10
2.	Reimbursements received		0.08	0.09
	Atul Foundation Health Center		0.00	-
	Atul Foundation Trust		0.02	0.01
	Atul Kelavani Mandal		0.00	0.00
	Atul Rural Development Fund		0.01	0.00
	Atul Vidyalaya Trust		0.05	0.06
3.	Sale of CWIP		-	0.90
	Atul Rural Development Fund		-	0.90

(₹ cr)

Note 29.4 (I) Transactions with post-employment benefit plan of Atul Ltd			2023-24	2022-23
a)	Contributions during the year (Employer's contribution only)			
	Atul Ltd Employees Gratuity Fund		3.92	0.42
	Atul Products Ltd-Ankleshwar Division Employees' Provident Fund Trust		0.23	0.24

Note 29.4 Related party disclosures (continued)

(₹ cr)

Note 29.4 (J) outstanding balances as at year end		As at March 31, 2024	As at March 31, 2023
a)	With subsidiary companies		
1.	Loans receivable	41.53	819.00
	Atul Bioscience Ltd	12.53	54.55
	Atul Finserv Ltd	25.00	-
	Atul Products Ltd	-	760.45
	Atul Rajasthan Date Palms Ltd	4.00	4.00
2.	Receivables	217.39	248.40
	Aaranyak Urmi Ltd	0.00	0.00
	Amal Ltd	0.34	0.51
	Amal Speciality Chemicals Ltd	0.06	0.37
	Atul Bioscience Ltd	20.98	21.02
	Atul Biospace Ltd	0.38	0.52
	Atul China Ltd	55.04	43.84
	Atul Consumer Products Ltd	-	0.00
	Atul Crop Care Ltd	0.02	0.05
	Atul Europe Ltd	22.95	22.59
	Atul Fin Resources Ltd	-	0.00
	Atul Finserv Ltd	0.02	0.03
	Atul Healthcare Ltd	-	0.02
	Atul Infotech Pvt Ltd	0.01	0.00
	Atul Ireland Ltd	0.52	-
	Atul Middle East FZ-LLC	0.01	-
	Atul Natural Dyes Ltd	-	0.00
	Atul Natural Foods Ltd	-	0.00
	Atul Nivesh Ltd	-	0.00
	Atul Paints Ltd	-	0.00
	Atul Polymers Products Ltd	-	0.07
	Atul Products Ltd	4.16	0.63
	Atul Rajasthan Date Palms Ltd	0.02	0.02
	Atul Renewable Energy Ltd	0.00	0.00
	Atul USA Inc	112.71	158.54
	Osia Infrastructure Ltd	0.17	0.18
3.	Payables	18.56	20.02
	Aaranyak Urmi Ltd	0.01	0.00
	Aasthan Dates Ltd	0.00	-
	Amal Ltd	1.60	0.04
	Amal Speciality Chemicals Ltd	1.00	0.36
	Atul Bioscience Ltd	-	1.42
	Atul Biospace Ltd	0.05	0.04
	Atul Brasil Quimicos Ltda	1.75	1.94
	Atul China Ltd	0.94	1.54
	Atul Consumer Products Ltd	1.75	1.66

Note 29.4 Related party disclosures (continued)

(₹ cr)

Note 29.4 (j) outstanding balances as at year end			As at March 31, 2024	As at March 31, 2023
		Atul Crop Care Ltd	2.89	2.07
		Atul Europe Ltd	2.36	1.76
		Atul Finserv Ltd	0.11	0.08
		Atul Ireland Ltd	0.21	-
		Atul Infotech Pvt Ltd	0.43	0.32
		Atul Middle East FZ-LLC	0.82	1.32
		Atul Products Ltd	1.96	-
		Atul USA Inc	0.60	4.85
		Osia Infrastructure Ltd	2.10	2.61
4.		Acceptances	9.78	5.31
		Atul Fin Resources Ltd	9.78	5.31
5.		Interest accrued on loan given	1.70	0.04
		Atul Finserv Ltd	1.29	-
		Atul Rajasthan Date Palms Ltd	0.41	0.04

(₹ cr)

Note 29.4 (j) outstanding balances as at year end			As at March 31, 2024	As at March 31, 2023
b)	With joint venture company			
	1.	Receivables	1.14	2.18
	2.	Payables	0.80	0.30
	3.	Refundable security deposit	1.80	2.00

All above balances are with Rudolf Atul Chemicals Ltd.

(₹ cr)

Note 29.4 (j) outstanding balances as at year end			As at March 31, 2024	As at March 31, 2023
c)	With joint operation			
	1.	Receivables	2.62	3.16
	2.	Payables	7.55	6.86
	3.	Loan receivable	30.72	53.98
	4.	Interest accrued on loan given	1.29	2.04

All above balances are with Anaven LLP.

(₹ cr)

Note 29.4 (j) outstanding balances as at year end			As at March 31, 2024	As at March 31, 2023
d)	With entity over which control exercised by key management personnel			
	1.	Receivables	0.00	0.00
		Aagam Holdings Pvt Ltd	0.00	0.00
	2.	Payables	-	0.01
		Crawford Bayley & Co	-	0.01

Note 29.4 Related party disclosures (continued)

(₹ cr)

Note 29.4 (J) outstanding balances as at year end		As at March 31, 2024	As at March 31, 2023
e)	With entities over which key management personnel or their close family members have significant influence		
1.	Receivables	0.10	0.05
	Atul Foundation Health Center	0.00	-
	Atul Foundation Trust	0.03	0.02
	Atul Kelavani Mandal	0.01	0.01
	Atul Rural Development Fund	0.01	0.00
	Atul Vidyalaya Trust	0.05	0.02
	Urmi Stree Sanstha	0.00	0.00
2.	Payables	0.09	0.05
	Atul Foundation Trust	0.00	0.00
	Atul Rural Development Fund	0.00	-
	Atul Vidyalaya Trust	0.09	0.05

Note 29.4 (K) Terms and conditions

- Sales to and purchases from related parties were made on normal commercial terms and conditions and at prevailing market prices or where market price is not available at cost plus margin.
- Transactions relating to dividends were on the same terms and conditions that applied to other shareholders. Subscriptions of additional equity shares were on a preferential basis.
- All outstanding balances are repayable in cash and cash equivalent.

Note 29.5 Current and deferred tax

The major components of income tax expense for the years ended March 31, 2024, and March 31, 2023, are:

a) Income tax expense recognised in the Statement of Profit and Loss:

(₹ cr)

Particulars		2023-24	2022-23
i)	Current tax		
	Current tax on profit for the year	105.49	170.06
	Adjustments for current tax of prior periods	-	0.23
	Total current tax expense	105.49	170.29
ii)	Deferred tax		
	(Decrease) Increase in deferred tax liabilities	20.68	3.96
	Decrease (Increase) in deferred tax assets	(1.23)	3.81
	Total deferred tax expense (benefit)	19.45	7.77
	Income tax expense	124.94	178.06

Note 29.5 Current and deferred tax (continued)**b) Income tax expense recognised in the other comprehensive income:**

(₹ cr)

Particulars		2023-24	2022-23
i)	Current tax		
	Remeasurement gain (loss) on defined benefit plans	0.06	0.94
	Total current tax expenses	0.06	0.94
ii)	Deferred tax		
	Fair value of equity investment	21.22	(11.81)
	Effective portion of gain (loss) on cash flow hedges	(0.03)	(0.14)
	Total deferred tax expenses (benefits)	21.19	(11.95)
	Income tax expenses	21.25	(11.01)

c) The reconciliation between the statutory income tax rate applicable to the Company and the effective income tax rate of the Company is as follows

Particulars		2023-24	2022-23
a)	Statutory income tax rate	25.17%	25.17%
b)	Differences due to:		
i)	Non-deductible expenses	0.76%	0.71%
ii)	Income tax incentives	(1.28%)	(1.53%)
iii)	Others	(0.15%)	0.04%
	Effective income tax rate	24.52%	24.39%

d) Current tax assets

(₹ cr)

Particulars		As at March 31, 2024	As at March 31, 2023
	Opening balance	6.35	6.89
	Add: Taxes paid in advance, net of provision during the year	(6.04)	(0.54)
	Closing balance	0.31	6.35

e) Current tax liabilities

(₹ cr)

Particulars		As at March 31, 2024	As at March 31, 2023
	Opening balance	-	6.70
	Add: Current tax payable for the year	105.49	170.29
	Less: Taxes paid	(105.49)	(176.99)
	Closing balance	-	-

Note 29.5 Current and deferred tax (continued)

f) Deferred tax liabilities (net)

The balance comprises temporary differences attributable to the below items and corresponding movement in deferred tax liabilities | (assets):

(₹ cr)

Particulars	As at March 31, 2024	Charged (Credited) to		As at March 31, 2023	Charged (Credited) to		As at March 31, 2022
		profit or loss	OCI equity		profit or loss	OCI equity	
Property, plant and equipment	111.10	18.44	-	92.66	7.53	-	85.13
Unrealised gain on mutual fund	2.35	2.24	-	0.11	(3.57)	-	3.68
Fair value equity investments (net)	36.79	-	21.22	15.57	-	(11.81)	27.38
Total deferred tax liabilities	150.24	20.68	21.22	108.34	3.96	(11.81)	116.19
Provision for leave encashment	(9.72)	(0.07)	-	(9.65)	(0.35)	-	(9.30)
Provision for doubtful debts	(3.36)	0.08	-	(3.44)	(0.37)	-	(3.07)
Regulatory and other charges	(2.24)	(0.80)	-	(1.44)	4.89	-	(6.33)
Investment properties	(8.23)	(0.44)	-	(7.79)	(0.36)	-	(7.43)
Cash flow hedges	0.13	-	0.03	0.16	-	(0.14)	0.30
Total deferred tax assets	(23.42)	(1.23)	0.03	(22.16)	3.81	(0.14)	(25.83)
Net deferred tax liabilities (assets)	126.82	19.45	21.19	86.18	7.77	(11.95)	90.36

Note 29.6 Employee benefit obligations

Funded schemes

a) Defined benefit plans

Gratuity

The Company operates a gratuity plan through the Atul Ltd Employees Gratuity Fund. Every employee is entitled to a benefit equivalent to the last drawn salary of 15 days for each completed year of service in line with the Payment of Gratuity Act, 1972 or the Company scheme, whichever is more beneficial. Gratuity is payable at the time of separation or retirement from the Company, whichever is earlier. The benefit vests after five years of continuous service.

(₹ cr)

Particulars	Present value of obligation	Fair value of plan assets	Net amount
As at March 31, 2022	61.16	(61.16)	-
Current service cost	4.13	-	4.13
Interest expense (income)	3.92	(3.92)	-
Total amount recognised in profit and loss	8.05	(3.92)	4.13
Remeasurement			
(Gain) loss from changes in demographic assumptions	1.06	-	1.06
(Gain) from change in financial assumptions	(3.87)	0.06	(3.81)
Experience loss	(0.97)	-	(0.97)
Total amount recognised in other comprehensive income	(3.78)	0.06	(3.72)
Employer contributions	-	(0.42)	(0.42)
Benefit payments	(4.43)	4.43	-
Liability transferred (out) in	0.01	-	0.01

Note 29.6 Employee benefit obligations (continued)

(₹ cr)			
Particulars	Present value of obligation	Fair value of plan assets	Net amount
As at March 31, 2023	61.01	(61.01)	-
Current service cost	4.17	-	4.17
Interest expense (income)	4.48	(4.48)	-
Total amount recognised in profit and loss	8.65	(4.48)	4.17
Remeasurement			
(Gain) loss from changes in demographic assumptions	(0.35)	-	(0.35)
(Gain) from change in financial assumptions	1.39	(0.05)	1.34
Experience loss	(1.24)	-	(1.24)
Total amount recognised in other comprehensive income	(0.20)	(0.05)	(0.25)
Employer contributions	-	(3.92)	(3.92)
Benefit payments	(5.98)	5.98	-
Liability transferred (out) in	(0.16)	0.16	-
As at March 31, 2024	63.32	(63.32)	-

The net liability disclosed above relates to the following funded and unfunded plans:

(₹ cr)		
Particulars	As at March 31, 2024	As at March 31, 2023
Present value of funded obligations	63.32	61.01
Fair value of plan assets	(63.32)	(61.01)
Deficit of gratuity plan	-	-

Significant estimates: Actuarial assumptions and sensitivity

The significant actuarial assumptions were as follows:

Particulars	As at March 31, 2024	As at March 31, 2023
Discount rate	7.17%	7.35%
Attrition rate	14.00%	13.00%
Rate of return on plan assets	7.17%	7.35%
Salary escalation rate	10.36%	9.84%

Note 29.6 Employee benefit obligations (continued)

Sensitivity analysis

The sensitivity of the defined benefit obligation to changes in the weighted principal assumptions is:

Particulars	Change in assumptions		Impact on defined benefit obligation			
			Increase in assumptions		Decrease in assumptions	
	As at March 31, 2024	As at March 31, 2023	As at March 31, 2024	As at March 31, 2023	As at March 31, 2024	As at March 31, 2023
Discount rate	1.00%	1.00%	(3.14%)	(3.19%)	3.43%	3.47%
Attrition rate	1.00%	1.00%	(0.64%)	(0.54%)	0.68%	0.58%
Rate of return on plan assets	1.00%	1.00%	(3.14%)	(3.19%)	3.43%	3.47%
Salary escalation rate	1.00%	1.00%	3.29%	3.36%	(3.08%)	(3.15%)

The above sensitivity analyses are based on a change in an assumption while holding all other assumptions constant. In practice, this is unlikely to occur and changes in some of the assumptions may be correlated. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions, the same method (present value of the defined benefit obligation calculated with the projected unit credit method at the end of the reporting period) has been applied while calculating the defined benefit liability recognised in the Standalone Balance Sheet.

The methods and types of assumptions used in preparing the sensitivity analysis did not change as compared to the previous year.

Major categories of plan assets are as follows:

(₹ cr)

Particulars	As at March 31, 2024		As at March 31, 2023	
	Unquoted	in %	Unquoted	in %
Government of India assets	1.18	1.86%	1.18	1.93%
Debt instruments				
Corporate bonds	1.34	2.12%	1.28	2.10%
Investment funds				
Insurance funds	60.52	95.58%	58.10	95.23%
Others	0.12	0.19%	0.29	0.48%
Special deposit schemes	0.16	0.25%	0.16	0.26%
	63.32	100%	61.01	100%

Risk exposure

Through its defined benefit plans, the Company is exposed to a number of risks, the most significant of which are detailed below:

i) Asset volatility

The plan liabilities are calculated using a discount rate set with reference to bond yields, if plan assets underperform this yield, this will create a deficit. Most of the plan asset investments are in fixed-income securities with high grades and in government securities. These are subject to interest rate risk. The Company has a risk management strategy where the

Note 29.6 Employee benefit obligations (continued)

aggregate amount of risk exposure on a portfolio level is maintained at a fixed range. All deviations from the range are corrected by rebalancing the portfolio. It intends to maintain the above investment mix in the coming years.

ii) Changes in bond yields

A decrease in bond yields will increase plan liabilities, although this will be partially offset by an increase in the value of other bond holdings.

The Company actively monitors how the duration and the expected yield of the investments match the expected cash outflows arising from the employee benefit obligations. It has not changed the processes used to manage its risks from previous periods. Investments are well diversified, such that the failure of any single investment will not have a material impact on the overall level of assets. A large portion of assets consists of insurance funds; it also invests in corporate bonds and special deposit schemes. The plan asset mix is in compliance with the requirements of the respective local regulations.

Expected contributions to post-employment benefit plans for the year ending March 31, 2025, are ₹ 4.42 cr.

The weighted average duration of the defined benefit obligation is five years (2022-23: six years). The expected maturity analysis of gratuity is as follows:

(₹ cr)					
Particulars	Less than a year	Between 1 - 2 years	Between 2 - 5 years	Over 5 years	Total
Defined benefit obligation (gratuity)					
As at March 31, 2024	15.98	9.06	25.82	34.14	85.00
As at March 31, 2023	11.51	8.32	30.71	32.21	82.75

Provident fund

The Company has established an employee provident fund trust for employees based at Ankleshwar. It is administered by the Company to which both the employee and the employer make monthly contributions equal to 12% of the basic salary of the employee. The contribution of the Company to the provident fund for all employees is charged to the Standalone Statement of Profit and Loss. In case of any liability arising due to shortfall between the return from its investments and the administered interest rate, the same is required to be provided for by the Company. The actuary has provided an actuarial valuation and indicated that the interest shortfall liability is ₹ nil. The Company has contributed the following amounts towards the provident fund during the respective period ended:

				(₹ cr)	
				As at March 31, 2024	As at March 31, 2023
Expenses recognised for the year ended on March 31, 2024 (included in Note 25)					
i)	Defined benefit obligation			11.74	12.45
ii)	Funds			12.24	12.48
	Net assets (liabilities)			0.50	0.03
iii)	Charge to the Standalone Statement of Profit and Loss during the year			0.23	0.24

The assumptions used in determining the present value of obligation:

Particulars		2023-24	2022-23
i)	Mortality rate	Indian assured lives mortality 2012-14 (Urban)	Indian assured lives mortality 2012-14 (Urban)
ii)	Withdrawal rate	5% p.a. for all age groups	5% pa for all age groups
iii)	Rate of discount	7.17%	7.35%
iv)	Expected rate of interest	8.25%	8.88%
v)	Retirement age	58 & 60 years	60 years
vi)	Guaranteed rate of interest	8.25%	8.15%

Note 29.6 Employee benefit obligations (continued)

b) Defined contribution plans

Provident and other funds

Amount of ₹ 17.45 cr (March 31, 2023: ₹ 15.40 cr) is recognised as expense and included in Note 25 'Contribution of provident and other funds'.

Compensated absences

Amount of ₹ 3.52 cr (March 31, 2023: ₹ 4.08 cr) is recognised as expense and included in Note 25 'Salaries, wages and bonus'.

Note 29.7 Fair value measurements

Financial instruments by category

(₹ cr)

Particulars	As at March 31, 2024			As at March 31, 2023		
	FVTPL	FVTOCI	Amortised cost	FVTPL	FVTOCI	Amortised cost
Financial assets						
Investments:						
Equity instruments ¹	-	801.76	-	-	530.11	-
Government securities	-	-	0.01	-	-	0.01
Bonds	94.35	-	-	112.74	-	-
Mutual funds	410.41	-	-	172.42	-	-
Trade receivables	-	-	848.60	-	-	893.86
Loans	-	-	72.25	-	-	872.98
Security deposits for utilities and premises	-	-	2.22	-	-	2.36
Interest	-	-	1.70	-	-	2.07
Finance lease receivables	-	-	10.87	-	-	11.89
Cash and bank balances	-	-	11.14	-	-	3.09
Other receivables	-	-	17.25	-	-	19.41
Total financial assets	504.76	801.76	964.04	285.16	530.11	1,805.67
Financial liabilities						
Borrowings	-	-	10.52	-	-	5.41
Trade payables	-	-	560.67	-	-	530.80
Security deposits	-	-	38.16	-	-	35.98
Derivative financial liabilities designated as hedges (net)	-	0.11	-	-	0.54	-
Employee benefits payable	-	-	50.92	-	-	42.77
Creditors for capital goods	-	-	43.57	-	-	43.59
Other liabilities (includes discount payables)	-	-	7.43	-	-	7.91
Total financial liabilities	-	0.11	711.27	-	0.54	666.46

¹Excludes equity investments in subsidiary, joint venture and associate companies | entities which are carried at cost and hence are not required to be disclosed as per Ind AS 107 'Financial Instruments Disclosures'.

Note 29.7 Fair value measurements (continued)

a) Fair value hierarchy

This section explains the judgements and estimates made in determining the fair values of the financial instruments that are, a) recognised and measured at fair value, b) measured at amortised cost and for which fair values are disclosed in the Standalone Financial Statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments into the three levels prescribed in the Indian Accounting Standard. An explanation of each level follows underneath the table:

(₹ cr)

i)	Financial assets and liabilities measured at fair value as at March 31, 2024	Note	Level 1	Level 2	Level 3	Total
	Financial assets					
	Financial investments measured at FVTOCI:					
	Quoted equity shares ¹	5.2	800.97	-	-	800.97
	Unquoted equity shares ²	5.2	-	-	0.79	0.79
	Financial investments measured at FVTPL:					
	Bond	5.2	94.35	-	-	94.35
	Mutual funds	5.3	-	410.41	-	410.41
	Total financial assets		895.32	410.41	0.79	1,306.52
	Financial liabilities					
	Derivatives designated as hedges:					
	Currency options	15	-	0.11	-	0.11
	Total financial liabilities		-	0.11	-	0.11

(₹ cr)

ii)	Financial assets and liabilities measured at fair value as at March 31, 2023	Note	Level 1	Level 2	Level 3	Total
	Financial assets					
	Financial investments measured at FVTOCI:					
	Quoted equity shares ¹	5.2	529.32	-	-	529.32
	Unquoted equity shares ²	5.2	-	-	0.79	0.79
	Financial investments measured at FVTPL:					
	Bond	5.2	112.74	-	-	112.74
	Mutual funds	5.2	-	172.42	-	172.42
	Derivatives designated as hedges:					
	Currency options	7	-	-	-	-
	Total financial assets		642.06	172.42	0.79	815.27
	Financial liabilities					
	Derivatives designated as hedges:					
	Currency options	15	-	0.54	-	0.54
	Total financial liabilities		-	0.54	-	0.54

¹Excludes investments (in equity shares) in subsidiary, joint venture and associate companies | entities which are carried at cost and hence are not required to be disclosed as per Ind AS 107 "Financial Instruments Disclosures".

²Includes investments in BEIL Infrastructure Ltd and Narmada Clean Tech which are for operation purpose and the Company has to hold it till the production site continues. The Company estimates that the fair value of these investments are not materially different as compared to its cost.

Note 29.7 Fair value measurements (continued)

There were no transfers between any levels during the year.

Level 1: This includes financial instruments measured using quoted prices. The fair value of all equity instruments that are traded on the stock exchanges is valued using the closing price as at the reporting period.

Level 2: The fair value of financial instruments that are not traded in an active market (for example over-the-counter derivatives) is determined using valuation techniques, which maximise the use of observable market data and rely as little as possible on entity-specific estimates. The mutual fund units are valued using the closing net assets value. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3.

b) Valuation techniques used to determine fair value

Specific valuation techniques used to value financial instruments include:

- i) the use of quoted market prices or dealer quotes for similar instruments,
- ii) the fair value of forward foreign exchange contracts is determined using forward exchange rates at the Standalone Balance Sheet date,
- iii) the fair value of foreign currency option contracts is determined using the Black Scholes valuation model,
- iv) the fair value of the remaining financial instruments is determined using discounted cash flow analysis.

All of the resulting fair value estimates are included in levels 1, 2 and 3.

c) Valuation processes

The Finance department of the Company includes a team that performs the valuations of financial assets and liabilities with assistance from independent external experts when required, for financial reporting purposes, including level 3 fair values.

d) Fair value of financial assets and liabilities measured at amortised cost

(₹ cr)

Particulars	As at March 31, 2024	As at March 31, 2023
	Carrying amount Fair value	Carrying amount Fair value
Financial assets		
Investments:		
Government securities	0.01	0.01
Loans	72.25	872.98
Security deposits for utilities and premises	2.22	2.36
Finance lease receivables	10.87	11.89
Financial assets	85.35	887.24
Non-current financial liabilities		
Other liabilities	3.09	2.86
Total non-current financial liabilities	3.09	2.86

Note 29.7 Fair value measurements (continued)

The carrying amounts of trade receivables, cash and cash equivalents, other bank balances, dividend receivables, other receivables, trade payables, capital creditors, and other liabilities are considered to be the same as their fair values due to the current and short-term nature of such balances.

Note 29.8 Financial risk management

Risk management is an integral part of the business practices of the Company. The framework of risk management concentrates on formalising a system to deal with the most relevant risks, Building on existing management practices, knowledge and structures. With the help of a reputed international consultancy firm, the Company has developed and implemented a comprehensive risk management system to ensure that risks to the continued existence of the Company as a going concern and to its growth are identified and remedied on a timely basis. While defining and developing the formalised risk management system, leading standards and practices have been considered. The risk management system is relevant to business reality, pragmatic and simple and involves the following:

- i) Risk identification and definition: Focused on identifying relevant risks, creating | updating clear definitions to ensure undisputed understanding along with details of the underlying root causes | contributing factors.
- ii) Risk classification: Focused on understanding the various impacts of risks and the level of influence on its root causes. This involves identifying various processes generating the root causes and a clear understanding of risk interrelationships.
- iii) Risk assessment and prioritisation: Focused on determining risk priority and risk ownership for critical risks. This involves assessment of the various impacts taking into consideration risk appetite and existing mitigation controls.
- iv) Risk mitigation: Focused on addressing critical risks to restrict their impact(s) to an acceptable level (within the defined risk appetite). This involves a clear definition of actions, responsibilities and milestones.
- v) Risk reporting and monitoring: Focused on providing to the Board and the Audit Committee periodic information on risk profile evolution and mitigation plans.

a) Management of liquidity risk

The principal sources of liquidity of the Company are cash and cash equivalents, investment in mutual funds, borrowings and the cash flow that is generated from operations. It believes that the current cash and cash equivalents, tied-up borrowing lines and cash flow that are generated from operations are sufficient to meet the requirements. accordingly, liquidity risk is perceived to be low.

The following table shows the maturity analysis of financial liabilities of the Company based on contractually agreed undiscounted cash flows as at the Standalone Balance Sheet date:

(₹ cr)

As at March 31, 2024		Note	Carrying amount	Less than 12 months	More than 12 months	Total
	Borrowings	17	10.52	10.52	-	10.52
	Trade payables	18	560.67	560.67	-	560.67
	Security and other deposits	15	38.16	38.16	-	38.16
	Employee benefits payable	15	50.92	50.92	-	50.92
	Creditors for capital goods	15	43.57	43.57	-	43.57
	Other liabilities	15	7.43	4.34	3.09	7.43
	Derivatives (settlement on net basis)	15	0.11	0.11	-	0.11

Note 29.8 Financial risk management (continued)

As at March 31, 2023	Note	Carrying amount	Less than 12 months	More than 12 months	Total
Borrowings	17	5.41	5.41	-	5.41
Trade payables	18	530.80	530.80	-	530.80
Security and other deposits	15	35.98	35.98	-	35.98
Employee benefits payable	15	42.77	42.77	-	42.77
Creditors for capital goods	15	43.59	43.59	-	43.59
Other liabilities	15	7.91	5.05	2.86	7.91
Derivatives (settlement on net basis)	15	0.54	0.54	-	0.54

b) Management of market risk

The size and operations of the Company expose it to the following market risks that arise from its use of financial instruments:

- i) price risk
- ii) Interest risk
- ii) foreign exchange risk

The above risks may affect income and expenses or the value of its financial instruments. Its objective for market risk is to maintain this risk within acceptable parameters while optimising returns. The exposure to these risks and the management of these risks are explained as follows:

Potential impact of risk	Management policy	Sensitivity to risk
i) Price risk <p>The Company is mainly exposed to price risk due to its investments in equity instruments and mutual funds. The price risk arises due to uncertainties about the future market values of these investments. Equity price risk is related to the change in the market reference price of the investments in equity securities.</p> <p>In general, equity securities are not held for trading purposes. These investments are subject to changes in the market price of securities. The fair value of the quoted equity instruments classified as fair value through other comprehensive income as at March 31, 2024, is ₹ 800.97 cr (March 31, 2023: ₹ 529.32 cr).</p> <p>The fair value of bonds classified at fair value through profit and loss as at March 31, 2024, is ₹ 94.35 cr (March 31, 2023: ₹ 112.74 cr).</p> <p>The fair value of mutual funds classified at fair value through profit and loss as at March 31, 2024, is ₹ 410.41 cr (March 31, 2023: ₹ 172.42 cr).</p>	<p>In order to manage its price risk arising from investments in equity instruments, the Company maintains its portfolio in accordance with the framework set by the Risk Management Policy.</p> <p>Any investment or divestment must be approved by the Board, Chief Financial Officer and the Audit Committee.</p>	<p>As an estimation of the approximate impact of price risk, with respect to investments in equity instruments, the Company has calculated the impact as follows:</p> <p>For equity instruments, a 4% increase in Nifty 50 prices may have led to approximately an additional ₹ 25.62 cr gain in other comprehensive income (2022-23: ₹ 12.66 cr). A 4% decrease in Nifty 50 prices may have led to an equal but opposite effect.</p> <p>For bonds, a 1% increase in prices may have led to approximately an additional ₹ 0.94 cr gain in the Standalone Statement of Profit and Loss (2022-23: ₹ 1.13 cr). A 1% decrease in prices may have led to an equal but opposite effect.</p> <p>For mutual funds, a 1% increase in prices may have led to approximately an additional ₹ 4.10 cr gain in the Standalone Statement of Profit and Loss (2022-23: ₹ 1.72 cr). A 1% decrease in prices may have led to an equal but opposite effect.</p>

Note 29.8 Financial risk management (continued)

Potential impact of risk		Management policy	Sensitivity to risk
ii)	Interest risk		
	<p>The Company is mainly exposed to interest rate risk due to its variable interest rate borrowings. The interest rate risk arises due to uncertainties about the future market interest rate of these borrowings.</p> <p>As at March 31, 2024, the exposure to interest rate risk due to variable interest rate borrowings amounted to ₹ 10.52 cr (March 31, 2023: ₹ 5.41 cr)</p>	<p>In order to manage its interest rate risk arising from variable interest rate borrowings, the Company uses interest rate swaps to hedge its exposure to future market interest rates whenever appropriate. The hedging activity is undertaken in accordance with the framework set by the Risk Management Committee and supported by the treasury department.</p>	<p>As an estimation of the approximate impact of the interest rate risk, with respect to financial instruments, the Company has calculated the impact of a 25 bps change in variable interest rates. A 25 bps increase in variable interest rates would have led to approximately an additional ₹ 0.03 cr (2022-23: ₹ 0.01) expenses in the Standalone Statement of Profit and Loss. A 25 bps decrease in variable interest rates would have led to an equal but opposite effect.</p>
iii)	Foreign exchange risk		
	<p>The Company has international operations and is exposed to foreign exchange risk arising from foreign currency transactions. Foreign exchange risk arises from future commercial transactions and recognised financial assets and liabilities denominated in a currency that is not the functional currency (₹) of the Company. The risk also includes highly probable foreign currency cash flows. The objective of the cash flow hedges is to minimise the volatility of the ₹ cash flows of highly probable forecast transactions.</p>	<p>The Company has exposure arising out of export, import and other transactions other than functional risks. It hedges its foreign exchange risk using foreign exchange forward contracts and currency options after considering the natural hedge. The same is as per the guidelines laid down in its Risk Management Policy.</p>	<p>As an estimation of the approximate impact of the foreign exchange rate risk, with respect to the Standalone Financial Statements, the Company has calculated the impact as follows: For derivative financial instruments, a 2% increase in the spot price as on the reporting date may have led to insignificant effect in other comprehensive income (2022-23: loss of ₹ 0.23 cr). A 2% decrease may have led to an additional ₹ 0.85 cr gain in other comprehensive income (2022-23: gain of ₹ 1.25 cr).</p> <p>For non-derivative financial instruments, a 2% increase in the spot price as on the reporting date may have led to an additional ₹ 7.10 cr gain in Standalone Statement of Profit and Loss (2022-23: gain of ₹ 8.20 cr). A 2% decrease may have led to an equal but opposite effect.</p>

Foreign currency risk exposure

The exposure to foreign currency risk of the Company at the end of the reporting period expressed is as follows:

Particulars	As at March 31, 2024					
	US\$ mn	₹ cr	€ mn	₹ cr	£ mn	₹ cr
Financial assets						
Trade receivables	49.14	409.81	3.27	29.38	0.30	3.13
Less:						
Hedged through derivatives ¹ :						
Currency range options	5.30	44.20	-	-	-	-
Net exposure to foreign currency risk (assets)	43.84	365.61	3.27	29.38	0.30	3.13
Financial liabilities						
Trade payables	13.33	111.16	0.06	0.53	0.01	0.09
Net exposure to foreign currency risk (liabilities)	13.33	111.16	0.06	0.53	0.01	0.09

Note 29.8 Financial risk management (continued)

Particulars	As at March 31, 2024					
	CN¥ mn	₹ cr	AED mn	₹ cr	JPY mn	₹ cr
Financial assets						
Trade receivables	21.90	25.29	-	-	-	-
Less:						
Hedged through derivatives ¹ :						
Currency range options	-	-	-	-	-	-
Net exposure to foreign currency risk (assets)	21.90	25.29	-	-	-	-
Financial liabilities						
Trade payables	0.23	0.27	0.11	0.24	3.24	0.18
Net exposure to foreign currency risk (liabilities)	0.23	0.27	0.11	0.24	3.24	0.18

¹Includes hedges for highly probable transactions up to next 12 months

Particulars	As at March 31, 2023					
	US\$ mn	₹ cr	€ mn	₹ cr	£ mn	₹ cr
Financial assets						
Trade receivables	59.00	484.82	2.39	21.39	0.23	2.31
Less:						
Hedged through derivatives ¹						
Currency range options	15.10	124.08	-	-	-	-
Net exposure to foreign currency risk (assets)	43.90	360.74	2.39	21.39	0.23	2.31
Financial liabilities						
Trade payables	11.91	97.86	0.06	0.54	(0.00)	(0.00)
Foreign exchange forward contracts						
Currency swaps						
Net exposure to foreign currency risk (liabilities)	11.91	97.86	0.06	0.54	(0.00)	(0.00)

Note 29.8 Financial risk management (continued)

Particulars	As at March 31, 2023					
	CN¥ mn	₹ cr	AED mn	₹ cr	JPY mn	₹ cr
Financial assets						
Trade receivables	-		-	-	-	-
Less:						
Hedged through derivatives ¹ :						
Currency range options	-	-	-	-	-	-
Net exposure to foreign currency risk (assets)	-	-	-	-	-	-
Financial liabilities						
Trade payables	-	-	-	-	3.24	0.20
Net exposure to foreign currency risk (liabilities)	-	-	-	-	3.24	0.20

c) Management of credit risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty fails to meet its contractual obligations.

Trade receivables

Concentrations of credit risk with respect to trade receivables are limited due to the customer base being large, diverse and across sectors and countries. A portion of trade receivables are secured by insurance policies or Export Credit Guarantee Corporation schemes. All trade receivables are reviewed and assessed for default on a quarterly basis.

Historical experience of collecting receivables of the Company is supported by low level of past default and hence, the credit risk is perceived to be low.

Reconciliation of loss allowance provision – trade receivables

Particulars	(₹ cr)
	Loss allowance on trade receivables
Loss allowance as on March 31, 2022	12.22
Changes in loss allowance	1.45
Loss allowance as on March 31, 2023	13.67
Changes in loss allowance	(0.31)
Loss allowance as on March 31, 2024	13.36

Other financial assets

The Company maintains exposure in cash and cash equivalents, term deposits with banks, investments in government securities, preference shares, mutual funds, bonds and loans to subsidiary companies. It has a diversified portfolio of investments with various number of counterparties which have secure credit ratings, hence the risk is reduced. Individual risk limits are set for each counterparty based on financial position, credit rating and past experience. Credit limits and concentration of exposures are actively monitored by its treasury department.

Note 29.8 Financial risk management (continued)

Impact of hedging activities

a) Disclosure of effects of hedge accounting on financial position:

As at March 31, 2024

(₹ cr)

Type of hedge and risks	Notional value		Carrying amount of hedging instrument		Maturity (months)	Weighted average strike price interest rate	Changes in fair value of hedging instrument	Changes in the value of hedged item used as the basis for recognising hedge effectiveness
	Assets	Liabilities	Assets	Liabilities				
Cash flow hedge								
₹ : US\$								
Foreign exchange risk								
Currency range options	44.20	-	-	0.11	1-12	83.12 - 85.00	(0.11)	0.11

As at March 31, 2023

(₹ cr)

Type of hedge and risks	Notional value		Carrying amount of hedging instrument		Maturity (months)	Weighted average strike price interest rate	Changes in fair value of hedging instrument	Changes in the value of hedged item used as the basis for recognising hedge effectiveness
	Assets	Liabilities	Assets	Liabilities				
Cash flow hedge								
₹ : US\$								
Foreign exchange risk								
Currency range options	124.08	-	-	0.54	1-12	79.58 - 84.22	(0.54)	0.54

b) Disclosure of effects of hedge accounting on financial performance

As at March 31, 2024

(₹ cr)

Type of hedge	Changes in the value of the hedging instrument recognised in other comprehensive income	Hedge ineffectiveness recognised in profit or loss	Amount reclassified from cash flow hedging reserve to profit or loss	Financial Statement line item affected
Cash flow hedge				
Foreign exchange risk	(0.11)	-	(0.54)	Trade receivables and payables

Note 29.8 Financial risk management (continued)

As at March 31, 2023

(₹ cr)

Type of hedge	Changes in the value of the hedging instrument recognised in other comprehensive income	Hedge ineffectiveness recognised in profit or loss	Amount reclassified from cash flow hedging reserve to profit or loss	Financial Statement line item affected
Cash flow hedge				
Foreign exchange risk	(0.54)	-	0.50	Trade Receivables and payables

Movements in cash flow hedging reserve

(₹ cr)

Risk category	Foreign currency risk	
Derivative instruments	As at March 31, 2024	As at March 31, 2023
Balance at the beginning of the year	(0.69)	0.20
Gain recognised in other comprehensive income during the year	(0.11)	(0.54)
Amount reclassified to revenue during the year	0.54	(0.49)
Tax impact on above	0.03	0.14
Balance at the end of the year	(0.23)	(0.69)

Note 29.9 Capital management

The primary objective of capital management is to maximise shareholder value, safeguard business continuity and support the growth of the Company. It determines the capital requirement based on annual operating plans and long-term and other strategic investment plans. The funding requirements are met through equity and operating cash flows generated. The Company is not subject to any externally imposed capital requirements (refer Note 29.19 (b) for debt-equity ratio).

Note 29.10 Segment information

In accordance with Ind AS 108, 'Operating Segments', segment information has been given in the Consolidated Financial Statements of Atul Ltd and therefore, no separate disclosure on segment information is given in the Standalone Financial Statements.

Note 29.11 Earnings per share

Earnings per share (EPS) - The numerators and denominators used to calculate basic and diluted EPS:

Particulars		2023-24	2022-23
Profit for the year attributable to the equity shareholders	₹ cr	384.57	552.15
Weighted average number of equity shares used in calculating basic diluted EPS ¹	Number	2,94,88,308	2,95,19,595
Nominal value of equity share	₹	10.00	10.00
Basic EPS	₹	130.41	187.05
Diluted EPS	₹	130.41	187.05

¹During the current year, the Company completed its share buy-back on January 01, 2024.

Note 29.12 Leases

a) As a lessee

The Company has taken various residential and office premises under operating lease or leave and license agreements. These are cancellable by the Company, having a term between 11 months and three years and have no specific obligation for real. Payments are recognised in the Standalone Statement of Profit and Loss under 'Rent' in Note 28.

b) As a lessor

i) Operating lease

The Company has entered into operating leases on its office Buildings and land. These are cancellable by the Company, having a term between 11 months and three years and have no specific obligation for real. Rents received are recognised in the Standalone Statement of Profit and Loss as lease income in Note 22 'Other income'.

ii) Finance lease

The Company has given a Building on finance lease for a term of 30 years and a machine for a term of 10 years. Future minimum lease payments receivable under finance leases, together with the present value of the net minimum lease payments (MLP), are as under:

(₹ cr)

Particulars	As at March 31, 2024		As at March 31, 2023	
	MLP receivable	Present value of MLP receivable	MLP receivable	Present value of MLP receivable
Not later than one year	1.82	1.73	2.02	1.93
Later than one year and not later than five years	7.69	5.91	7.69	5.88
Later than five years	5.63	3.23	7.44	4.07
Total MLP receivable	15.14	10.87	17.15	11.89
Less: unearned finance income	4.27	-	5.26	-
Present value of MLP receivable	10.87	10.87	11.89	11.89
Less: allowance for uncollectible lease payments	-	-	-	-
	10.87	10.87	11.89	11.89

Note 29.13 Loans, investments and guarantees

Disclosures pursuant to the Regulation 34(3) read with para A of Schedule V to the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Section 186 (4) of the Companies Act, 2013.

a) Loans

(₹ cr)

Particulars	Maturity	Interest rate p.a.	Purpose	Amount outstanding as at		Maximum balance during the year	
				March 31, 2024	March 31, 2023	2023-24	2022-23
i) Subsidiary companies:							
Atul Bioscience Ltd	June 2025	8.80%	For working capital, operational, project expenditure requirement and purchase of the manufacturing facility at Ambernath	12.53	54.55	54.55	58.56
Atul Finserv Ltd	August 2024	9.05%	Providing financial support to Anaven project	25.00	-	25.00	-
Atul Products Ltd	-	-	For project expenditure requirement	-	760.45	769.95	760.45
Atul Rajasthan Date Palms Ltd	February 2027	11.65%	For working capital	4.00	4.00	4.00	4.00
ii) Joint operation of subsidiary company:							
Anaven LLP	March 2026	9.75% to 10.85%	For working capital, operational and project expenditure requirement	30.72	53.98	53.98	70.75

Notes:

- Loans given to employees as per the policy of the Company are not considered.
 - The loanees did not hold any shares in the share capital of the Company.
- b) Details of investments made and guarantees provided are given in Note 5.1 and Note 29.1(b), respectively.

Note 29.14 Disclosure requirement under MSMED Act, 2006

The Company has certain dues to suppliers (trade and capital) registered under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act). The disclosures pursuant to the said MSMED Act are as follows:

(₹ cr)

Particulars	As at March 31, 2024	As at March 31, 2023
Principal amount due to suppliers registered under the MSMED Act and remaining unpaid as at year end	68.36	48.76
Interest due to suppliers registered under the MSMED Act and remaining unpaid as at year end	0.00	0.00
Principal amounts paid to suppliers registered under the MSMED Act, beyond the appointed day during the year	0.80	-
Interest paid, other than under Section 16 of the MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
Interest paid, under Section 16 of the MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	0.01	0.00
Interest due and payable towards suppliers registered under MSMED Act, for payments already made	-	-
Further interest remaining due and payable for earlier years	-	-

Note 29.15 Expenditure on Corporate Social Responsibility initiatives

- a) Gross amount required to be spent by the Company during the year is ₹ 15.31 cr (2022-23: ₹ 15.81 cr) .
- b) Amount spent during the year on:

(₹ cr)

Particulars		2023-24			2022-23		
		Paid	Payable	Total	Paid	Payable	Total
i)	Construction Acquisition of any asset	-	-	-	-	-	-
ii)	On purposes other than (i) above	15.32	-	15.32	15.83	-	15.83

- c) Details related to spent | unspent obligations:

	Particulars	2023-24	2022-23
01.	Promotion of health	2.57	5.87
02.	Promotion of health care and sanitation	0.68	0.49
03.	Enhancement of vocational skills	0.39	0.40
04.	Support to livelihood projects	1.36	1.35
05.	Promotion of education	3.01	2.51
06.	Empowerment of women	0.30	0.22
07.	Conservation of natural resources Environment sustainability	1.99	2.15
08.	Development of rural areas	4.27	2.04
09.	Flood relief activities	-	0.05
10.	Administrative overheads	0.75	0.75
		15.32	15.83

Note 29.15 Expenditure on Corporate Social Responsibility initiatives (continued)

d) Details of ongoing CSR projects under Section 135(6) of the Act

(₹ cr)

Balance as at April 01, 2023		Amount required to be spent during the year	Amount spent during the year		Balance as at March 31, 2024	
With the Company	In separate Unspent CSR Account		From the bank account of the Company	From separate Unspent CSR Account	With the Company	In separate Unspent CSR Account
-	-	-	-	-	-	-

(₹ cr)

Balance as at April 01, 2022		Amount required to be spent during the year	Amount spent during the year		Balance as at March 31, 2023	
With the Company	In separate Unspent CSR Account		From the bank account of the Company	From separate Unspent CSR Account	With the Company	In separate Unspent CSR Account
-	4.35	-	-	(4.35)	-	-

e) Excess CSR expenditure under Section 135(5) of the Act

(₹ cr)

Balance as at April 01, 2023	Amount required to be spent during the year	Amount spent during the year	Balance as at March 31, 2024
0.08	15.31	15.32	0.09

(₹ cr)

Balance as at April 01, 2022	Amount required to be spent during the year	Amount spent during the year	Balance as at March 31, 2023
0.06	15.81	15.83	0.08

f) Refer Note 29.4(H) for details of contribution to a trust controlled by the Company in relation to expenditure on Corporate Social Responsibility initiatives.

Note 29.16 Offsetting financial assets and liabilities

The Company has not offset any financial asset and financial liability. It offsets a financial asset and a financial liability when it currently has a legal enforceable right to set off the recognised amounts and it intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

a) Master netting arrangements – not currently enforceable

Agreements with derivative counterparties are based on an International Swaps and Derivatives Association Inc Master Agreement. Under the terms of these arrangements, only where certain credit events occur (such as default), the net position owing | receivable to a single counterparty in the same currency will be taken as owing and all the relevant arrangements are considered as terminated. As the Company does not presently have a legally enforceable right of set-off, these amounts have not been offset in the Standalone Balance Sheet.

b) Collateral against borrowings

The Company has hypothecated | mortgaged assets as collateral against a number of its sanctioned line of credit (Refer Note 17(c) for further information on assets hypothecated | mortgaged as security). In case of default as per borrowing arrangement, such collateral can be adjusted against the amounts due.

Note 29.17 Dividend on equity shares

Dividend on equity shares declared and paid during the year:

(₹ cr)

Particulars	As at March 31, 2024	As at March 31, 2023
Final dividend of ₹ 25.00 per share for the year 2022-23 (2021-22: ₹ 25.00)	73.78	73.78
Interim dividend of ₹ 7.50 per share for the year 2022-23	-	22.14
	73.78	95.92

Note:

The Company declares and pays dividend in Indian rupees. Companies are required to pay | distribute dividend after deducting applicable withholding income taxes. The remittance of dividends outside India is governed by Indian law on foreign exchange and is also subject to withholding tax at applicable rates.

Note 29.18 Buy-back of shares

In accordance with the provisions contained in the Securities and Exchange Board of India (Buy-back of Securities) Regulations, 2018 and the Companies Act, 2013 and rules made thereunder, the Board of Directors in its meeting held on November 07, 2023 (2022-23: March 25, 2022) has approved a proposal to buy-back fully paid-up equity shares of face value of ₹ 10 each of the Company, at a price not exceeding ₹ 7,500 (2022-23: ₹ 11,000) per equity share (maximum buy-back price) and for an amount not exceeding ₹ 50 cr (2022-23: ₹ 70 cr) (maximum buy-back size) from the open market through stock exchange mechanism.

Particulars	As at March 31, 2024	As at March 31, 2023
Date of Board meeting approving the buy-back	November 07, 2023	March 25, 2022
Date of public announcement	November 09, 2023	March 29, 2022
Buy-back opening dates	November 21, 2023	April 07, 2022
Buy-back closing dates	January 01, 2024	May 09, 2022
Number of share bought back	72,000	73,296
Face value of shares bought back	₹ 10	₹ 10
Maximum buy-back price approved by the Board of Directors	₹ 7,500	₹ 11,000
Transferred to capital redemption reserve	₹ 0.07	₹ 0.08
Average buy-back price	₹ 6,934.70	₹ 9,536.31
Consideration paid towards buy-back (excluding tax on buy-back and transaction costs)	₹ 49.93	₹ 69.90

Note 29.19 Ratios

No.	Ratio	UoM	Formula (Refer below table for numerator and denominator details)	As at March 31, 2024	As at March 31, 2023	Variance %	Reason for variance
01.	Current ratio	Times	$A \div B$	2.15	2.60	(17.15%)	Below threshold of 25%
02.	Debt-equity ratio	Times	$I \div H$	0.00	0.00	0.00%	Negligible debt, Company is effectively operating at zero debt.
03.	Debt service coverage ratio	Times	$Q \div (J + M)$	44.72	95.11	(52.98%)	Negligible interest cost, Company is effectively operating at zero debt.
04.	Return on equity ratio	%	$P \div \text{average of H}$	7.95%	12.40%	(35.91%)	Lower profitability in current year
05.	Inventory turnover ratio	Times	$L \div \text{average of D}$	7.10	7.41	(4.12%)	Below threshold of 25%
06.	Trade receivables turnover ratio	Times	$L \div \text{average of E}$	4.94	5.12	(3.57%)	Below threshold of 25%
07.	Trade payables turnover ratio	Times	$(R+S) \div \text{average of G}$	6.35	7.27	(12.69%)	Below threshold of 25%
08.	Net capital turnover ratio	Times	$L \div \text{average of C}$	4.29	4.57	(6.04%)	Below threshold of 25%
09.	Net profit ratio	%	$P \div L$	8.94%	11.05%	(19.09%)	Below threshold of 25%
10.	Return on capital employed	%	$(M + O) \div \text{average of K}$	12.52%	19.00%	(34.12%)	Lower profitability in current year
11.	Return on investment	%	$(M + O) \div \text{average of F}$	8.95%	13.58%	(34.12%)	Lower profitability in current year

No.	Base values	UoM	Reference	As at March 31, 2024	As at March 31, 2023
A	Current assets	₹ cr	Balance Sheet (current assets) - current investments	1,605.30	1,861.23
B	Current liabilities	₹ cr	Balance Sheet (current liabilities)	746.25	716.83
C	Working capital	₹ cr	A-B	859.05	1,144.40
D	Inventories	₹ cr	Balance Sheet (refer Note 9)	563.20	647.64
E	Trade receivables	₹ cr	Balance Sheet (refer Note 10)	848.60	893.86
F	Total assets	₹ cr	Balance Sheet (total assets)	6,004.80	5,430.90
G	Trade payables	₹ cr	Balance Sheet (refer Note 18 + 15 d)	604.24	574.39
H	Equity	₹ cr	Balance Sheet (refer Note 13+14)	5,089.40	4,589.37
I	Debt	₹ cr	Balance Sheet (refer Note 17)	10.52	5.41
J	Principal repayments in coming year	₹ cr	Balance Sheet (refer Note 17)	10.52	5.41
K	Capital employed	₹ cr	H + I + deferred tax liability (refer Notes 29.5) - capital work-in-progress (refer Notes 2) - revaluation reserve on investment (change in equity part B)	4,305.31	3,871.00
L	Net sales	₹ cr	Statement of Profit and Loss (refer Note 21, sales of products and services only)	4,301.38	4,999.00
M	Finance cost	₹ cr	Statement of Profit and Loss (refer Note 26)	2.25	2.12
N	Depreciation	₹ cr	Statement of Profit and Loss (refer Note 2, 4)	184.22	162.85
O	Profit before tax	₹ cr	Statement of Profit and Loss	509.51	730.21
P	Profit after tax	₹ cr	Statement of Profit and Loss	384.57	552.15
Q	Net operating income	₹ cr	M + N + P	571.04	717.12
R	Total operating purchase	₹ cr	Purchase of raw material and stock in trade (refer Note 23) + other expenses (refer Note 28)	3,383.28	4,008.37
S	Capital purchase	₹ cr	Addition in capital work-in-progress (refer Note 2)	356.01	457.06

Note 29.20 Utilisation of loans, advances and equity investment in entities**a) Invested in intermediary entities**

(₹ cr)

No.	Name of intermediary entities	Address	CIN LLPIN	Relationship with the Company	Nature of fund	Date of funding	Amount
1.	Atul Finserv Ltd	310-B, Atul House, Veer Savarkar Marg, Dadar (West), Mumbai 400 028, Maharashtra	U51900MH1947PLC005453	Subsidiary company	Loan	July 21, 2023	25.00
2.	Atul Finserv Ltd	310-B, Atul House, Veer Savarkar Marg, Dadar (West), Mumbai 400 028, Maharashtra	U51900MH1947PLC005453	Subsidiary company	Equity investment	April 26, 2023	10.00

b) Invested by intermediary entities in ultimate beneficiary entities

No.	Name of ultimate beneficiary entities	Address	CIN LLPIN	Relationship with the Company	Nature of fund	Date of funding	Amount
1.	Ananven LLP	Survey 33 P1, Atul, Gujarat 396020	(LLPIN)AAJ-4229	Subsidiary company	Loan	July 21, 2023	25.00
2.	Atul Fin Resources Ltd	East site, Atul, Valsad 396020, Gujarat	U65990GJ2016PLC093639	Subsidiary company	Equity investment	April 26, 2023	10.00

Note 29.21 Relationship with struck off companies

(₹ cr)

No.	Name of struck off company	Nature of transactions with struck off company	As at March 31, 2024		As at March 31, 2023	
			Balance (₹ cr)	Relationship	Balance (₹ cr)	Relationship
1.	Swarnim Agricare Private Ltd*	Payable	0.00	Vendor	0.00	Vendor

*Figures less than ₹ 50,000.

Note 29.22 Other statutory information (required by Schedule III to the Companies Act, 2013)

- The Company has not entered into any such transaction which is not recorded in the books of account that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.
- The Company has complied with the number of layers prescribed under clause (87) of Section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.
- The Company is not declared a wilful defaulter by any bank or financial institution or other lender.
- The Company has not traded or invested in crypto currency or virtual currency during the financial year.
- The Company has not revalued its property, plant and equipment including right-of-use assets) or intangible assets or both during the year.
- No proceedings have been initiated or are Pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and Rules made there under.

Note 29.22 Other statutory information (required by Schedule III to the Companies Act, 2013) (continued)

- g) No loans or advances in the nature of loans are granted to promoters, Directors, Key Managerial Personnel and the related parties (as defined under the Companies Act, 2013) either severally or jointly with any other person.
- h) The Company does not have any charges or satisfaction of charges which is yet to be registered with the Registrar of Companies beyond the statutory period.

Note 29.23 Fire incident

An incident of fire occurred on April 20, 2022, in one of the plants at Atul, Gujarat. There was no fatality or injury to any person, and damage was restricted to the affected plant. The Company has written off the carrying value of the assets destroyed by fire amounting to ₹ 35.60 cr year ended on March 31, 2023, by including it in other expenses. The Company has filed a claim in this regard with the insurance company which is under process. Against this claim, the Company has received an interim payment of ₹ 31.28 cr during the year ended on March 31, 2023, which was included in other income. The Company expects to complete the claim process during the financial year 2024-25.

Note 29.24 Audit trail

As per the requirements of Rule 3(1) of the Companies (Accounts) Rules 2014, the Company uses only such accounting software for maintaining its books of account that has a feature of, recording the audit trail of each and every transaction, creating an edit log of each change made in the books of account along with the date when such changes were made and who made those changes within such accounting software. This feature of recording audit trail has operated throughout the year and was not tampered with during the year.

In respect of aforesaid accounting software, after thorough testing and validation, an audit trail was not enabled for direct data changes at database level in view of the possible impact on the efficiency of the system. In respect of the audit trail at the database level, the Company has established and maintained an adequate internal control framework over its financial reporting and based on its assessment, has concluded that the internal controls for the year ended March 31, 2024, were effective. The Company is in the process of system upgradation to meet the database level audit trail requirement.

Note 29.25 Rounding off

Figure less than ₹ 50,000 have been shown as '0.00' in the relevant notes in these Standalone Financial Statement.

Note 29.26 Authorisation for issue of the Standalone Financial Statements

The Standalone Financial Statements were authorised for issue by the Board of Directors on April 26, 2024.

In terms of our report attached

For Deloitte Haskins & Sells LLP
Chartered Accountants

Ketan Vora
Partner

T R Gopi Kannan
(DIN:00048645)
Whole-time Director and CFO

L P Patni
Company Secretary

B N Mohanan
(DIN:00198716)
**Whole-time Director
and President - U&S**

Mumbai
April 26, 2024

M M Chitale
(DIN:00101004)

S A Panse
(DIN:02599310)

B R Arora
(DIN:00194168)

P J Banerjee
(DIN:02985965)

R R Iyer
(DIN: 00474407)

S D Abhyankar
(DIN: 00108866)

S A Shah
(DIN: 00058019)
Directors

For and on behalf of the Board of Directors

S S Lalbhai
(DIN:00045590)
Chairman and Managing Director

S A Lalbhai
(DIN:00009278)
Managing Director

Mumbai
April 26, 2024