



MALU PAPER
MILLS LTD.

ANNUAL REPORT FOR THE FINANCIAL YEAR 2024-25

**Heera Plaza, 4th Floor,
Near Telephone Exchange,
Central Avenue,
Nagpur – 440 008
Phones : 0712-2760308, 2778506, 2733100
Fax : 0712- 2760310
Email : info@malupaper.com ;
contacts@malupaper.com**





MALU PAPER MILLS LIMITED

Founder

Late Mr. Bhanwarlal Malu
(1924 - 2007)

Former Chairman

Late Mr Damodarlal Malu
(1946-2020)

Managing Director & CEO

Mr. Punamchand Malu

Joint Managing Director

Mr. Banwarilal Malu

Non-Executive Directors

Mr. Vasudeo Malu
Mr. Purushottam Malu

Independent Directors

Mr. Chandrakant Thakar*
Mr. Satyanarayan Rathi*
CA. Shrutika Inani*
CA. Sahil Agrawal
CA. Rajesh Sarda #
Mr. Vijaykumar Sarda #
CS. Surabhi Gandhi #

CFO

Mr. Prakash Modi

Company Secretary & Compliance Officer

CS. Mayuri Asawa

Bankers

State Bank of India
Axis Bank Ltd
Bank of Baroda
Bank of India
Jammu & Kashmir Bank

Statutory Auditors

M/s. Demble Ramani & Co.

Internal Auditors

M/s. Samria & Co.

Secretarial Auditors

CS V Ramachandran, Nagpur

Cost Auditors

M/s. Deepak Khanuja & Associates

Registered and Corporate Office

Heera Plaza, 4th Floor, Near Telephone
Exchange, Central Avenue,
Nagpur 440008

Plants**Kraft Division**

Village Borujwada, Nagpur Saoner Road,
Taluka: Saoner, District: Nagpur

Newsprint & Writing Printing Division

Village Hetti Surla, Nagpur Bhopal Road,
Taluka: Saoner, District: Nagpur

*Resigned w-e-f 25-09-2024

Appointed w-e-f 25-09-2024

CORPORATE INFORMATION
CONTENTS

Sr. No.	Particulars	Page No
1	Notice of 32 nd Annual General Meeting	1
2	Thirty-second (32 nd) Board's Report	16
3	Management discussion and Analysis Report	28
4	Corporate Governance Report	40
5	Auditors Certificate on compliance with the conditions of Corporate Governance	57
6	Independent Auditor's Report	60
7	Balance Sheet	84
8	Statement of Profit & Loss	85
9	Cash Flow Statement	86
10	Notes Forming Part of the Financial Statements	88

MALU PAPER MILLS LIMITED
Regd. Office: Heera Plaza, 4th floor, Near Telephone Exchange,
Central Avenue,
Nagpur -400008
CIN:L15142MH1994PLC076009

NOTICE

Notice is hereby given to the members of Malu Paper Mills Limited that the Thirty second(32nd) Annual General Meeting of the members will be held on Thursday, the 21st day of August 2025 at the registered office of the Company at 'Heera Plaza, 4th Floor, Near Telephone Exchange Square, Central Avenue, Nagpur at 3.00 P.M. (IST) to transact the following businesses:

ORDINARY BUSINESS:

- 1. To receive, consider and adopt the Audited Standalone Financial Statements for the financial year ended on 31st March 2025 together with the Reports of the Board of Directors and the Auditors thereon;**

To consider and if thought fit, to pass the following resolutions as an **Ordinary Resolution:**

“RESOLVED THAT the Audited Standalone Financial Statements of the Company for the Financial Year ended 31st March, 2025 and the reports of the Board of Directors and Auditors thereon, as circulated to the Members, be and are hereby considered and adopted.”

- 2. To appoint a director in place of Mr. Vasudeo Malu (DIN: 00301313), who retires by rotation and being eligible, offers himself for re-appointment.**

To consider and if thought fit, to pass the following resolution as an **Ordinary Resolution.**

“RESOLVED THAT in accordance with the provisions of Section 152 and other applicable provisions of the Companies Act, 2013, Shri Vasudeo Malu (DIN: 00301313), who retires by rotation at this meeting, and being eligible, has offered himself for re-appointment, be and is hereby re-appointed as a Director of the Company, liable to retire by rotation.”

SPECIAL BUSINESS

- 3. Re-appointment of CA Sahil Shankar Agrawal (DIN: 02690403) as a Non-Executive Independent Director of the Company for a second term of five years**

To consider and if thought fit, to pass with or without modification, the following resolution as a **SPECIAL RESOLUTION:**

“RESOLVED THAT pursuant to Sections 149, 150, 152 and other applicable provisions of the Companies Act, 2013, The Companies (Appointment and Qualification of Directors) Rules, 2014 read with Schedule IV to the Companies Act, 2013 and Regulation 16(1)(b), 17, 25 and other applicable regulations of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (including any statutory modification(s) or re-enactment(s) thereof for the time being in force) and in accordance with the provisions of the Articles of Association of the Company and based on the recommendation of the Nomination and Remuneration Committee and the approval of the Board of Directors, and on the basis of the performance evaluation, CA Sahil Shankar Agrawal (DIN: 02690403), who has submitted a declaration that he meets the criteria of independence as prescribed under Section 149(6) of the Companies Act, 2013 and Regulation

16(1)(b) of the SEBI (LODR) Regulations, 2015, and who is eligible for re-appointment, be and is hereby re-appointed as a Non-Executive Independent Director of the Company, not liable to retire by rotation, for a second term of five (5) consecutive years, commencing from the November 09, 2025 and ending at the conclusion of the November 08, 2030.

RESOLVED FURTHER THAT any Director and/or the Company Secretary of the Company be and are hereby severally authorized to take all such steps, actions, and do all such acts, deeds, and things as may be necessary, proper or expedient to give effect to this resolution, including filing of necessary forms with the Registrar of Companies and seeking all other statutory approvals as may be required.”

4. Appointment of CS V. Ramachandran, Practicing Company Secretary, Nagpur as Secretarial Auditor and fix their remuneration

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

“RESOLVED THAT pursuant to Section 204 and other applicable provisions, if any, of the Companies Act, 2013, Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and Regulation 24A(1)(b) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI Listing Regulations”), other applicable laws/ statutory provisions, if any, as amended from time to time, CS V. Ramachandran, Practicing Company Secretary, Nagpur (a Peer Reviewed Certified Firm bearing No. 5661/2024) be and is hereby appointed as Secretarial Auditor of the Company for term of five consecutive years commencing from financial year 2025-26 till financial year 2029-30, on such terms & conditions, including remuneration as may be mutually agreed upon between the Board of Directors of the Company and the Secretarial Auditors.

5. Ratification of Cost Auditor’s Remuneration for the financial year 2025-26

To consider and if thought fit, to pass the following resolution as an Ordinary Resolution: -

“RESOLVED THAT pursuant to the provisions of Section 148 and all other applicable provisions of the Companies Act, 2013, M/s. Deepak Khanuja & Associates., Cost Accountants (Firm Regn no. 100247), the Cost auditors appointed by the Board of Directors to conduct audit of cost records of the Company for the financial year ending 2025-26 be paid remuneration as set out in the statement annexed hereto.

RESOLVED FURTHER THAT the Board is hereby authorized to do all acts and take all steps to give effect to the above resolution.”

Registered Office:
Heera Plaza, 4th floor,
Central Avenue
Nagpur- 440008

Date: 23rd July, 2025

By order of the Board
For MALU PAPER MILLS LIMITED

Mayuri Asawa
Company Secretary & Compliance Officer

NOTES:

1. The Statement pursuant to section 102(1) of the Companies Act, 2013 in respect of the special business set out under the notice is annexed hereto.
2. A member entitled to attend and vote at the annual general meeting (the “meeting”) is entitled to appoint one or more proxies to attend and vote instead of himself/ herself and the proxy so appointed need not be a member of the company.
3. The instrument appointing the proxy should, however, be deposited at the registered office of the company not less than 48 (forty-eight) hours before the commencement of the meeting. **A PROXY FORM IS APPENDED WITH THE ATTENDANCE SLIP.**
4. Corporate/Institutional Members are required to send a scanned certified true copy of the Board Resolution/Authority Letter, etc., authorizing their representative to attend the AGM on their behalf and to vote through remote e-voting or during the AGM. The said Resolution/Authorisation shall be sent to the Scrutinizer by email through its registered email address at jaiswalpriyanka990@gmail.com with a copy marked to the Company at contacts@malupaper.com
5. Members/Proxies should bring the Attendance Slip duly filled in, for attending the Meeting. The Attendance slip is accompanied with this Annual Report. Members, who hold shares in Electronic Form, are requested to bring their Depository ID Number and Client ID Number to facilitate their identification for recording Attendance at the forthcoming Annual General Meeting.
6. In terms of the latest MCA General Circulars no. 09/2024 dated 19.09.2024 and read with the SEBI circular no. SEBI/HO/ CFD/CFD-PoD-2/P/CIR/2024/133 dated 03.10.2024 and pursuant to regulation 36 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“the Listing Regulations”), notice of the AGM along with the Annual Report for the FY: 2024-25 is being sent only through electronic mode to those Members whose e-mail addresses are registered with the Company/ Company’s Registrar and Transfer Agent (‘RTA’)/Depositories. Members may note that the Notice and Annual Report for the FY: 2024-25 will also be available on the Company’s website www.malupaper.com , and the websites of the Stock Exchanges, i.e. BSE Limited and National Stock Exchange of India Limited at www.bseindia.com and www.nseindia.com respectively and on the website of NSDL www.evoting.nsdl.com. Members who have not registered their e-mail address with the Company are requested to submit their valid e-mail address to **MUFG Intime India Private Limited**.
7. The relevant details as required under Regulation 36(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“the Listing Regulations”) and secretarial standard on General meetings issued by the Institute of Company Secretaries of India in respect of a Person/ Director seeking appointment/ re-appointment as Directors are provided in the explanatory part to this Notice and also may be refer in the Corporate Governance part of Annual Report.
8. In case of joint holders, the Member whose name appears as the first holder in the order of names as per the Register of Members of the Company will be entitled to vote during the AGM.

9. Documents pertaining to items referred to in the Notice are available for inspection by any member at the Registered Office of the Company on any working day from 2 p.m. to 6 p.m. up to the date of Annual General Meeting.
10. Register of Members/Transfer books of the Company will be closed from Monday, Thursday 14, 2025 to Thursday, August 21, 2025 (both days inclusive) for the purpose of 32nd AGM.
11. Members seeking any information/ clarification concerning the Accounts for the financial year 2024-25 are requested to send their specific request addressed to the Company at its Registered Office of the Company at least seven days before the Annual General Meeting. Annual Report
12. Please also refer “General Information to Shareholders” in the annexure to Corporate Governance Report forming part of this Annual Report.
13. In compliance with the provisions of section 108 of the Act and the Rules framed thereunder, the Members are provided with the facility to cast their vote electronically, through the e-voting services provided by NSDL, on all resolutions set forth in this Notice.
14. As per Regulation 40 of SEBI Listing Regulations, as amended, securities of listed companies can be transferred only in dematerialized form with effect from April 1, 2019, except in case of request received for transmission or transposition of securities. Hence, the Members holding shares in physical form are requested to consider converting their holdings into the dematerialized form.
15. The Members, who are desirous to convert their physical holdings into dematerialized form, may contact the Depository Participant of their choice.
16. To prevent fraudulent transactions, Members are advised to exercise due diligence and notify the Company of any change in address or demise of any Member as soon as possible. Members are also advised not to leave their Demat account(s) dormant for long. Periodic statements of holdings should be obtained from the concerned DPs and holdings should be verified from time to time.
17. Members of the Company holding shares either in physical form or in electronic form as on the cut-off date i.e. Wednesday, August 13, 2025, may cast their vote by remote e-Voting. A person who is not a member as on the cut-off date should treat this Notice for information purposes only. A person whose name is recorded in the Register of Members or in the Register of Beneficial Owners maintained by the depositories as on the cut-off date only shall be entitled to avail of the facility of remote e-Voting as well as remote e-Voting during the AGM. Any person who acquires shares of the Company and becomes a Member of the Company after the dispatch of the Notice and holding shares as on the cut-off date i.e., Wednesday, August 13, 2025, may obtain the User ID and Password by sending a request at evoting@nsdl.co.in.
18. The facility for voting through ballot paper shall also be made available at the meeting and members attending the meeting who have not already cast their vote by remote e-voting shall be able to exercise their right at the meeting.
19. The members who have cast their vote by remote e-voting prior to the AGM may also attend the AGM but shall not be entitled to cast their vote again.

20. The Register of Members and share transfer books of the Company will remain closed from Thursday, August 14, 2025 to Thursday, August 21, 2025 both days inclusive.
21. Members/Proxies should bring attendance slips duly signed for attending the meeting.
22. For the convenience of the members, an attendance slip is annexed with the proxy form. Photocopies of the slip will not be entertained for issuing gate pass for attending annual general meeting. Members are requested to affix their signature at the space provided and fill up the particulars and hand over the attendance slip at the place of the meeting.
23. The copy of notice shall also be made available at our official website www.malupaper.com. In case any shareholder could not receive the same, he can download it or go through our website.
24. For any communication, the shareholders may also send requests to the Company's investor email id contacts@malupaper.com

THE INSTRUCTIONS FOR MEMBERS FOR REMOTE E-VOTING ARE AS UNDER: -

The remote e-voting period begins on Monday, August 18, 2025 at 09:00 A.M. and ends on Wednesday, August 20, 2025 at 05:00 P.M. The remote e-voting module shall be disabled by NSDL for voting thereafter. The Members, whose names appear in the Register of Members / Beneficial Owners as on the record date (cut-off date) i.e. Wednesday, August 13, 2025, may cast their vote electronically. The voting right of shareholders shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date, being August 13, 2025.

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

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

Step 1: Access to NSDL e-Voting system

A) Login method for e-Voting for Individual shareholders holding securities in demat mode

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

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

Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with NSDL.	1. For OTP based login you can click on https://eservices.nsdl.com/SecureWeb/evoting/evotinglogin.jsp . You will have to enter your 8-digit DP ID, 8-digit Client Id, PAN No., Verification code and generate OTP. Enter the OTP received on registered email id/mobile number and click on login. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-

Voting page. Click on company name or **e-Voting service provider i.e. NSDL** and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period

2. Existing **IDeAS** user can visit the e-Services website of NSDL Viz. <https://eservices.nsdl.com> either on a Personal Computer or on a mobile. On the e-Services home page click on the “**Beneficial Owner**” icon under “**Login**” which is available under ‘**IDeAS**’ section , this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on “**Access to e-Voting**” under e-Voting services and you will be able to see e-Voting page. Click on company name or **e-Voting service provider i.e. NSDL** and you will be re-directed to e-Voting website of NSDL for casting your vote during the remote e-Voting period If you are not registered for IDeAS e-Services, option to register is available at <https://eservices.nsdl.com>. Select “**Register Online for IDeAS Portal**” or click at <https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp>
3. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or **e-Voting service provider i.e. NSDL** and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period.
4. Shareholders/Members can also download NSDL Mobile App “**NSDL Speede**” facility by scanning the QR code mentioned below for seamless voting experience.

NSDL Mobile App is available on



<p>Individual Shareholders holding securities in demat mode with CDSL</p>	<ol style="list-style-type: none"> 1. Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The users to login Easi /Easiest are requested to visit CDSL website www.cdslindia.com and click on login icon & New System Myeasi Tab and then user your existing my easi username & password. 2. After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period. Additionally, there is also links provided to access the system of all e-Voting Service Providers, so that the user can visit the e-Voting service providers' website directly. 3. If the user is not registered for Easi/Easiest, option to register is available at CDSL website www.cdslindia.com and click on login & New System Myeasi Tab and then click on registration option. 4. Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.
<p>Individual Shareholders (holding securities in demat mode) login through their depository participants</p>	<p>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. upon logging in, you will be able to see e-Voting option. Click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period.</p>

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

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

Login type	Helpdesk details
Individual Shareholders holding securities in demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.com or call at 022 - 4886 7000
Individual Shareholders holding securities in demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at toll free no. 1800-21-09911

B) Login Method for e-Voting for shareholders other than Individual shareholders holding securities in demat mode and shareholders holding securities in physical mode.

How to Log-in to NSDL e-Voting website?

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile.
2. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section.
3. A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen.
Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.
4. Your User ID details are given below :

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID For example if your Beneficiary ID is 12***** then your user ID is 12*****
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

5. Password details for shareholders other than Individual shareholders are given below:
 - a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
 - b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the ‘initial password’ which was communicated to you. Once you retrieve your ‘initial password’, you need to enter the ‘initial password’ and the system will force you to change your password.
 - c) How to retrieve your ‘initial password’?
 - (i) If your email ID is registered in your demat account or with the company, your ‘initial password’ is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the

attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.

(ii) If your email ID is not registered, please follow steps mentioned below in **process for those shareholders whose email ids are not registered.**

6. If you are unable to retrieve or have not received the "Initial password" or have forgotten your password:
 - a) Click on "**Forgot User Details/Password?**"(If you are holding shares in your demat account with NSDL or CDSL) option available on www.evoting.nsdl.com.
 - b) **Physical User Reset Password?** (If you are holding shares in physical mode) option available on www.evoting.nsdl.com.
 - c) If you are still unable to get the password by aforesaid two options, you can send a request at evoting@nsdl.com mentioning your demat account number/folio number, your PAN, your name and your registered address etc.
 - d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.
8. Now, you will have to click on "Login" button.
9. After you click on the "Login" button, Home page of e-Voting will open.

Step 2: Cast your vote electronically on NSDL e-Voting system.

How to cast your vote electronically on NSDL e-Voting system?

1. After successful login at Step 1, you will be able to see all the companies "EVEN" in which you are holding shares and whose voting cycle is in active status.
2. Select "EVEN" of company for which you wish to cast your vote during the remote e-Voting period.
3. Now you are ready for e-Voting as the Voting page opens.
4. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.
5. Upon confirmation, the message "Vote cast successfully" will be displayed.
6. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
7. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

General Guidelines for shareholders

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to jaiswalpriyanka990@gmail.com with a copy marked to evoting@nsdl.com. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) can also upload their Board Resolution / Power of Attorney / Authority Letter etc. by clicking on "Upload Board Resolution / Authority Letter" displayed under "e-Voting" tab in their login.
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "Forgot User Details/Password?" or "Physical User Reset Password?" option available on www.evoting.nsdl.com to reset the password.
3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of www.evoting.nsdl.com or call on : 022 - 4886 7000 or send a request to Mr. Rahul Rajbhar at evoting@nsdl.com

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

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) by email to contacts@malupaper.com
2. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) to contacts@malupaper.com. If you are an Individual shareholders holding securities in demat mode, you are requested to refer to the login method explained at **step 1 (A) i.e. Login method for e-Voting for Individual shareholders holding securities in demat mode.**
3. Alternatively shareholder/members may send a request to evoting@nsdl.com for procuring user id and password for e-voting by providing above mentioned documents.
4. In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.

Explanatory Statement pursuant to Section 102 of the Companies Act, 2013

Item No. 3

CA. Sahil Shankar Agrawal was appointed as a Non-Executive Independent Director w-e-f 09-11-2020 for a period of Five (5) years upto November 08, 2025 and is eligible for reappointment for second term. Accordingly, based on recommendations of Nomination and Remuneration Committee in its meeting held on 17th April, 2025 and the Board of Directors at their meeting held on 23rd May, 2025, recommended the re-appointment of CA. Sahil Shankar Agrawal (DIN: 02690403) as a Non-Executive Independent Director of the Company for a second term of 5 years with effect from November 09, 2025 and ending at the conclusion of the November 08, 2030.

CA. Sahil Shankar Agrawal (DIN: 02690403) is not disqualified from being appointed as Directors in terms of Section 164 of the Companies Act 2013 and has given his consent to act as a Non-Executive Independent Director and being eligible offers himself to be appointed as a Non-Executive Independent Director of the Company.

The Company has also received declarations from of CA. Sahil Shankar Agrawal (DIN: 02690403) that he meets with the criteria of independence as prescribed under sub-section (6) of Section 149 of the applicable regulations of SEBI (LODR) Regulations, 2015.

Brief resumes of CA. Sahil Shankar Agrawal (DIN: 02690403), nature of his expertise in specific functional areas and names of companies in which he holds directorships and memberships/Chairmanships of Board Committees, shareholding and relationships between directors inter-se as stipulated and applicable under regulations of SEBI (LODR) Regulations, 2015 form part of this Notice.

In the opinion of the Board, of CA. Sahil Shankar Agrawal (DIN: 02690403) fulfills the conditions specified in the Companies Act, 2013, and the rules made there under for his appointment as a Non-Executive Independent Director of the Company.

Accordingly, the Board recommends the resolutions in relation to the appointment of CA. Sahil Shankar Agrawal (DIN: 02690403) as a Non-Executive Independent Director for the approval of the Members of the Company.

Except CA. Sahil Shankar Agrawal (DIN: 02690403), being an appointee, none of the Directors and the Key Managerial Personnel and their relatives are concerned or interested in the resolution set out at Item No. 3 of the notice.

Item no. 4

The SEBI vide circular dated December 12, 2024, amended the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“the SEBI Listing Regulations”) and mandated appointment of Secretarial Auditors to be approved by the Members of the Company in the Annual General Meeting of the Company. In terms of Regulation 24A of the SEBI Listing Regulations read with Section 204 of the Companies Act, 2013 (“the Act”), and the Rules made thereunder, based on the recommendation of the Audit Committee, the Board of Directors of the Company, at its meeting held on May 23, 2025, has recommended the appointment of Ramachandran Iyer, Company Secretary in Practice, as the Secretarial Auditors of the Company for a term of 5 (five) consecutive years from FY 2025-26 to FY 2029-30.

Ramachandran Iyer, Practicing Company Secretary have consented to the aforesaid appointment and have confirmed that the said appointment, if made, shall be within the prescribed limits and they hold a valid peer review certificate issued by the Peer Review Board of the Institute of Company Secretaries of India. They have further confirmed that they are not disqualified to be appointed as the Secretarial Auditors in terms of the Companies Act, 2013 read with rules made thereunder and in

terms of Regulation 24A of the SEBI Listing Regulations. Accordingly, approval of the Members is sought for appointment of Ramachandran Iyer, Practicing Company Secretary, as the Secretarial Auditors of the Company and to fix the remuneration.

The remuneration to be paid to the Auditors for the FY 2025-26 is Rs. 50,000 (Rupees Fifty Thousand Only) plus applicable taxes and for subsequent years(s) of their term, such fees as mutually agreed between the Board of Directors and the Secretarial Auditors. The Board of Directors and the Audit Committee shall approve revisions to the remuneration of the Secretarial Auditors, for the balance part of the tenure based on review and any additional efforts on account of changes in regulations, restructuring or other considerations.

None of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise, in the resolution set out in Item No.4. The Board recommends the resolution for your approval.

Item no. 5

Ratification of Cost Auditor's Remuneration for the financial year 2025-26:

The Board, on the recommendation of the Audit Committee, at its meeting held on 23rd May, 2025 has approved the appointment and remuneration of the Cost Auditor to conduct the audit of the cost records of the Company for the financial year 2025-26 at a remuneration of Rs.60,000/- (excluding taxes and out of pocket expenses).

As per Section 148 of the Act, the remuneration payable as above is to be ratified by the shareholders.

Accordingly, the consent of the members is sought for passing the said resolution. None of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise, in the resolution set out in Item No.5. The Board recommends the resolution for your approval.

Registered Office:

Heera Plaza, 4th floor,
Central Avenue
Nagpur- 440008
Date :23rd July 2025

**By order of the Board
For MALU PAPER MILLS LIMITED**

Mayuri Asawa
Company Secretary & Compliance Officer

As required under Regulation 36 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations) and as required under Secretarial Standard on General Meetings issued by the Institute of Company Secretaries of India (SS-2), the particulars of Directors who are proposed to be re-appointed at this 32nd Annual General Meeting, are given below:

Sr. no	Name of the Director	Mr. Vasudeo Bhanwarlal Malu	CA. Sahil Shankar Agrawal
i.	DIN	00301313	02690403
ii.	Age	65	40
iii.	Qualification	B.com	CA
iv.	Terms and conditions of appointment	Appointed as Non-Independent Non-Executive Director	Appointed as a Non-Executive Independent Director
v	Date of first appointment on the Board	11/01/1994	09/11/2020
vi.	Shareholding in the Company	726774	NIL
vii.	Relationship with other Directors / KMPs	Brother of Mr. Banwarilal Malu, Jt. M.D. of the company	
viii.	Number of Board Meetings attended during the year	04	05
ix.	Chairman/ Member of the Committees of the Board of Directors of the Company	NIL	Chairman of Audit Committee/ Member of Nomination and Remuneration Committee
x.	Expertise in specific functional area/Experience	Mr. Vasudeo Malu has vast knowledge and business experience in the field of Coal and Paper. His association provides valuable insights and perspectives to the Board for deliberation on business matters.	CA. Sahil Shankar Agrawal is a Chartered Accountant and has sound exposure of Taxation & Finance and has rich work experience as a Professional. Besides better corporate governance, his association provides valuable insights and perspectives to the Board for deliberation on complex financial matters.

			he possesses over 15 years' experience in various capacities including as Director
xi.	Directorships held in other companies	<ul style="list-style-type: none"> Wistaria Farms Private Limited 	<ul style="list-style-type: none"> Sharpin Project Management Services Private Limited
x.	Memberships / Chairmanships of committees of other companies	Nil	Nil
xi.	Remuneration last drawn	Nil	Nil

MALU PAPER MILLS LIMITED

REPORT OF BOARD OF DIRECTORS.

The Directors have pleasure in presenting the Thirty-second (32nd) Annual Report for the year ended 31st March 2025 along with the Audited Statement of Accounts with the Report of the Auditors thereon:

FINANCIAL RESULTS

(Rs. In Lakhs)

Particulars	FY 2024-2025	FY 2023-2024
Sales	27788.81	27444.08
Other Incomes	54.52	62.33
Total Revenue	27843.34	27506.41
Expenses	27881.54	25769.12
Profit before Interest, Tax, Depreciation & Amortization, finance cost and exceptional items	-38.19	1737.29
Less: Financial Costs	1142.08	1089.05
Less: Depreciation & amortization expense	532.83	500.78
Profit / (Loss) before taxation	(1733.11)	147.44
Less: Provision For Taxation	(499.94)	57.92
Profit/(Loss) After Tax	(1213.16)	89.52
Other Comprehensive Income (net)	0.51	3.18
Total Comprehensive income for the year	(1212.65)	92.71

KEY HIGHLIGHTS OF THE FINANCIAL PERFORMANCE:

The Company continues to be engaged in manufacturing and sale of Kraft Papers, Writing & Printing and Newsprint papers. During the year 2024-25, the Company recorded a turnover of Rs. 2,77,88,81,883/- and net loss of Rs. 12,12,65,005 compared to the turnover of Rs. 2,74,44,08,013/- and net profit of Rs. 92,71,069/- for the previous year 2023-2024.

STATE OF AFFAIRS

Malu Paper Mills Ltd. continues to operate in the manufacturing of Newsprint, Writing & Printing paper, and Kraft Paper. During the year under review, the company's overall profitability has been adversely affected compared to the previous year. This is primarily due to unfavorable economic and market conditions that prevailed across all business segments throughout the year.

The domestic paper market experienced significant changes in the current year, which impacted the operations of the entire Indian paper industry. In FY 2024-25, the company produced 80,669 Mt of paper, a slight decrease from the 82,442 Mt produced in FY 2023-24. There was a notable shift in the product mix during FY 2024-25 to capitalize on the prevailing market scenario. Specifically, Kraft paper production increased to 59,825 Mt (74%) in FY 2024-25 from 47,439 Mt (58%) in FY 2023-24, while Newsprint & Writing printing paper production adjusted to 20,843 Mt (26%) in FY 2024-25 from 35,003 Mt (42%) in FY 2023-24.

Our paper mills are strategically located in Central India at Nagpur, Maharashtra. Malu Paper Mills Ltd. remains the largest Newsprint and Writing & Printing manufacturer in Central India, with capacities totaling 49,500 TPA. We continue to produce quality Newsprint and Writing & Printing Paper through a recycle process and maintain a swing facility that allows us to switch between Newsprint and Writing paper production at short notice. Additionally, the company is involved in the manufacture of packaging paper from recycle grade, with an annual capacity of 66,000 TPA.

CHANGE IN THE NATURE OF BUSINESS, IF ANY

There has been no major change in the business of the company during the financial year ended 31st March, 2025.

NUMBER OF BOARD MEETINGS HELD

The Board of Directors met Six (06) times during the year and the details thereof were mentioned in the Report of Corporate Governance forming part of this Annual Report.

COMMITTEE MEETINGS

For the details of Composition of the Committees viz. Audit Committee, Stakeholders' Relationship Committee and Nomination and Remuneration Committee and details of the number of meetings held of each committee, kindly refer to the report on Corporate Governance. All the recommendations made by the Audit Committee, Nomination and Remuneration Committee and the Stakeholders' Relationship Committee were accepted by the Board.

AUDITOR'S REPORT AND SECRETARIAL AUDIT REPORT

The statutory auditor's report and the secretarial audit report do not contain any qualifications, reservations, or adverse remarks or disclaimer. Secretarial audit report is attached to this report.

DETAILS OF FRAUD REPORT BY AUDITOR:

As per auditors' report, no fraud u/s 143(12) reported by the auditor.

STATUTORY AUDITORS

At the 29th AGM M/s Demble Ramani & Co., Chartered Accountants, Nagpur (Firm Registration No:- 102259W) was appointed as statutory auditors of the Company for a term of 5 years from the financial year 2022-23 onwards. Accordingly, M/s Demble Ramani & Co., Chartered Accountants, Nagpur will continue as statutory auditors of the Company till the financial year 2026-27.

PARTICULARS OF LOANS GIVEN, INVESTMENTS MADE, GUARANTEE GIVEN OR SECURITY PROVIDED

The loans given, investments made or guarantee given or security provided by the Company is same as mentioned in notes to the Financial Statements.

CONTRACTS AND ARRANGEMENTS WITH RELATED PARTIES

All the related party transactions entered into during the financial year were on arm's length basis and in ordinary course of business. There are no materially significant related party transactions made by the Company during the financial year under review. Accordingly, disclosure of related party transactions as required under Section 134(3)(h) of the Companies Act in prescribed format Form AOC-2 is not applicable.

However, the disclosure of transactions with related party for the year, as per Accounting Standard-18 Related Party Disclosures is given in Note no 27 to the Balance Sheet as on 31st March, 2025.

TRANSFER TO RESERVES

The Company transferred a sum of Rs. (12,12,65,005/-) to Retained Earning Reserve during the financial year ended 31st March, 2025.

CHANGE IN SHARE CAPITAL

The Paid-up Share Capital as on 31st March, 2025 is INR 17,05,92,500 comprising 1,70,59,250 Equity Shares of Rs.10/-each. There has been no change in the capital structure of the Company during the year.

DIVIDEND

The Board of Directors of your company, after considering holistically the relevant circumstances, has decided that it would be prudent, not to recommend any Dividend for the year under review.

DISCLOSURE ON ACCOUNTING TREATMENT

The Company has adopted the Indian Accounting Standards (IndAS) from Financial Year 2017-18, as mandated. Accordingly, the financial statements for current year, including comparative figures of previous year are based on IndAS and in accordance with the recognition and measurement principles stated therein, as well as other accounting principles generally accepted in India.

The Company has not used any differential treatment which is not in compliance with accounting standards and the financials of the Company depict a true and fair view of the state of affairs of the Company.

MATERIAL CHANGES AND COMMITMENTS

There have been no material changes and commitments, which affect the financial position of the company which have occurred between the end of the financial year to which the financial statements relate and the date of this Report.

DETAILS OF SUBSIDIARY, JOINT VENTURE OR ASSOCIATE COMPANIES

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

DETAILS OF DIRECTOR / KEY MANAGERIAL PERSONNEL APPOINTED/ RETIRED DURING THE YEAR

The Company has an appropriate mix of Executive, Non-Executive and Independent Directors to maintain the independence of the Board and separate its functions of governance and management.

Presently, the Board consist of Eight board members which include Non-Executive Independent Director, Non-Executive-Non-Independent Director and Woman Director. The Number of Non-Executive Directors is more than fifty percent of total number of directors.

The Company continues to ensure compliance with the applicable provisions of the Companies Act, 2013, and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, in respect of Board composition.

During the year, the composition of the Board of Directors of the Company underwent the following changes

The Board, at its meeting held on 18th February, 2025, on the recommendation of the Nomination and Remuneration Committee, has re-appointed Mr. Punamchand Malu (DIN:00301030) as Managing Director & CEO and Mr. Banwarilal Malu (DIN:00301297) as the Jt.Managing Director of the Company for a period of 5 consecutive years commencing from 01st April, 2025. The members approved the said appointment on 21st June, 2025 by passing a special resolution through the Postal Ballot by way of remote e-voting process.

Pursuant to the provisions of Section 152(6) of the Companies Act, 2013 and in accordance with Clause 146 of the Articles of Association of the Company, the Managing Directors of the Company shall not be liable to retire by rotation.

Pursuant to the provisions of the Companies Act, 2013, at least two-thirds of the total number of Directors, excluding Independent Directors, are required to be liable to retire by rotation. Accordingly, Shri Vasudeo Malu (DIN: 00301313), Non-Executive Director, who is liable to retire by rotation, retires at the ensuing Annual General Meeting and, being eligible, has offered himself for re-appointment.

The Board of Directors recommends his re-appointment, the details of which are set out in Item No. 2 of the Notice convening the 32nd Annual General Meeting for the consideration and approval of the shareholders.

The brief resume and other details relating to Shri. Vasudeo Malu (DIN: 00301313) who is proposed to be re-appointed, as required to be disclosed under Regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, is incorporated in the annexure to the notice calling 32nd Annual General Meeting.

CA. Sahil Shankar Agrawal (DIN: 02690403), who was appointed as a Non-Executive Independent Director of the Company with effect from November 9, 2020, for a period of five (5) years, will be completing his first term on November 8, 2025.

Based on the recommendation of the Nomination and Remuneration Committee at its meeting held on April 17, 2025, and the approval of the Board of Directors at their meeting held on May 23, 2025, the Board has recommended the re-appointment of CA. Sahil Shankar Agrawal as a Non-Executive Independent Director of the Company for a second term of five (5) consecutive years, commencing from November 9, 2025, and ending on November 8, 2030.

In terms of the provisions of Section 149 and other applicable provisions of the Companies Act, 2013 and Regulation 17(1C) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the re-appointment is subject to the approval of shareholders by way of a special resolution, which is proposed to be passed at the 32nd Annual General Meeting of the Company.

The brief resume and other details relating to CA. Sahil Shankar Agrawal (DIN: 02690403) who is proposed to be re-appointed, as required to be disclosed under Regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, is incorporated in the annexure to the notice calling 32nd Annual General Meeting.

Upon the recommendation of The Board of Directors Mr. Vijaykumar Mulchandji Sarda (DIN: 10727783), CA. Rajesh Nandkishore Sarda (DIN: 10727785) and CS. Surabhi Pankaj Gandhi (DIN: 10729302) were appointed by the members of the Company by passing Ordinary Resolution in the 31st Annual General Meeting of the Company as Independent Director of the Company, for first term of 5 consecutive years commencing 25th September, 2024 up to 24th September 2029.

Mr. Chandrakant Thakar (DIN 00784189), Mr. Satyanarayan Rathi (DIN 01797378) and CA. Shrutika Inani(DIN 06937649) who has been serving as a Non-Executive Independent Directors on the Board of Malu Paper Mills Limited, had retired from their position of Independent Directors

effective from 25th September 2024, upon the expiry of their second term of 5 (five) consecutive years.

The deep wisdom, integrity, and unwavering dedication of these Independent directors has played a significant role in steering the Company towards sustained growth and excellence. The Board places on record its sincere appreciation for the exemplary service and contributions of these directors.

All Independent Directors of the Company have given declaration that they meet the criteria of independence as laid down under Section 149 (6) of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time, and are independent to the management of the Company. During the year, the Non-Executive Directors of the Company had no pecuniary relationship or transactions with the Company, other than sitting fees and reimbursement of expenses incurred by them for attending meetings of the Company.

Further during the year, there was no changes occurred in the Key Managerial Personnel of the Company

Pursuant to the provisions of Section 203 of the Act, the Key Managerial Personnel of the Company as on March 31, 2025 are: Mr. Punamchand Malu - Managing Director& CEO, Mr. Banwarilal Malu - Jt. Managing Director, Mr. Prakash Modi-Chief Financial Officer and Mayuri Asawa - Company Secretary.

DECLARATION BY INDEPENDENT DIRECTORS

Independent Directors are non-executive directors as defined under Regulation 16(1)(b) of the Listing Regulations, 2015 read with Section 149(6) of the Act along with rules framed thereunder. In terms of Regulation 25(8) of SEBI Listing Regulations, they have confirmed that they are not aware of any circumstance or situation which exists or may be reasonably anticipated that could impair or impact their ability to discharge their duties.

The maximum tenure of Independent Directors is in compliance with the Companies Act, 2013 (“the Act”) and the Listing Regulations. Based on the declarations received from the Independent Directors, the Board of Directors has confirmed that they meet the criteria of independence as mentioned under Regulation 16(1)(b) of the Listing Regulations, 2015 and that they are independent of the management.

The Independent Directors have also confirmed that they have registered themselves in the databank of persons offering to become Independent Directors.

Every Independent Director, at the first meeting of the Board in which he participates as a director and thereafter at the first meeting of the Board in every financial year, gives a declaration that he meets the criteria of independence and submits the declaration regarding the status of holding other directorship and membership as provided under law.

Based on the disclosures and declarations received from the Directors at regular intervals, it is confirmed that none of the Directors holds directorship in more than ten public limited companies as prescribed under Section 165 of the Companies Act, 2013, nor serves as a Director in more than eight listed entities, as stipulated under Regulation 17A of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Further, no Director holds the position of Independent Director (including any alternate directorships) in more than seven listed companies, or in more than three equity listed companies in case he/she is serving as a Whole-time Director or Managing Director in any listed company, in compliance with Regulation 17A of the Listing Regulations.

Further, none of the Directors on the Board is a member in more than ten Committees or acts as Chairperson of more than five Committees across all Indian public limited companies in which he/she

is a director, in compliance with the provisions of Regulation 26 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

EVALUATION OF INDIVIDUAL DIRECTORS, THE BOARD & ITS COMMITTEES:

Pursuant to the provisions of the Companies Act, 2013 and the corporate governance requirements prescribed under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI Listing Regulations”), the Board of Directors has carried out an annual evaluation of its own performance, the performance of individual Directors, and that of its committees.

The performance of the Board was evaluated after obtaining inputs from all Directors, based on various criteria including the Board’s composition and structure, the effectiveness of its processes, the quality and timeliness of information shared, and overall functioning.

The performance of the Committees was assessed by the Board based on inputs received from respective Committee members, considering aspects such as the composition of the Committees, the effectiveness of meetings, and the discharge of their delegated responsibilities.

A separate meeting of the Independent Directors was held, wherein the performance of non-independent directors and the Board as a whole was reviewed, taking into account the views of both Executive and Non-Executive Directors.

The Nomination and Remuneration Committee and the Board also evaluated the performance of individual Directors based on predefined criteria, which included their level of preparedness, participation in deliberations, meaningful contributions at meetings, and commitment to their roles.

The Board of Directors expressed satisfaction with the overall evaluation process and the performance of its members and Committees.

PUBLIC DEPOSITS

During the year under review, the Company has neither accepted nor renewed any public deposits in terms of Section 73 and 74 of the Companies Act, 2013 read with the Companies (Acceptance of Deposits) Rules, 2014.

CREDIT RATINGS

During the year under review, Malu Paper Mills Ltd (MPML) did not obtain any credit rating for its existing or proposed bank facilities.

INTERNAL FINANCIAL CONTROL

The Company has put in place adequate internal financial control procedures commensurate with its size, complexity and nature of business. The Company has identified and documented all key financial controls, which impact the financial statements as part of its Standard Operating Procedures (SOP). The financial controls are tested for operating effectiveness through ongoing monitoring and review process by the management and also independently by the Internal Auditor.

The Internal Auditor of the Company reports functionally to the Audit Committee of Board, which reviews and approves risk based annual internal audit plan. The Audit Committee periodically reviews the performance of internal audit function.

During the year, such controls were tested and no reportable material weakness in the design or operation was observed.

INTERNAL AUDITORS

Pursuant to the provisions of Section 138 of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014 (as amended), the Board of Directors, on the recommendations of the Audit Committee, of the Company, has approved and appointed M/s. Samria & Co. Chartered accountants, Chartered Accountants, Nagpur, as the Internal Auditors of the Company, for the FY 2024-25.

The Internal Audit Finding/s and Report/s submitted by the said Internal Auditors, from time to time, during the FY 2024-25, to the Audit Committee and Board of Directors of the Company, do not contain any adverse remarks and qualifications, is self-explanatory and do not call for any further explanation/s by the Company.

Further, the Company has appointed M/s. Samria & Co. Chartered accountants as the Internal Auditors of the Company of FY 2025-26.

COST RECORDS& COST AUDIT

The provision of Cost audit as per section 148 applicable on the Company and company has maintained proper records and account of the same as required under the act.

Pursuant to the provisions of the Companies Act, 2013, the Board of Directors had appointed M/s. Deepak Khanuja & Associates., Cost Accountants (Firm Regn no. 100247), as Cost Auditors of the Company for conducting the audit of Cost records for the financial year ended on 31st March 2025. The audit report will be filed within prescribed period.

The Company has appointed M/s. Deepak Khanuja & Associates., Cost Accountants as Cost Auditors under Section 148 of the Companies Act, 2013, for audit of cost records of the Company for the year ending 31st March, 2026.

DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS, COURTS AND TRIBUNALS

No significant and material order has been passed by the regulators, courts, tribunals impacting the going concern status and Company's operations in future.

CONSTITUTION OF COMMITTEE - SEXUAL HARASSMENT AT WORKPLACE

The Company has constituted committee under the sexual harassment of women at workplace (prevention, prohibition and Redressal) Act, 2013 and company has complied with the provisions of the same.

During the year, no complaint of sexual harassment was received to the company.

CONSOLIDATED FINANCIAL STATEMENTS

Company doesn't have any subsidiaries so there is no need to prepare consolidated financial statement for the F. Y. 2024-25.

COMPLIANCE WITH SECRETARIAL STANDARD

The Board of Directors confirms that the Company, has duly complied and is in compliance, with the applicable Secretarial Standard/s, namely Secretarial Standard – 1 ('SS-1') on Meetings of the Board of Directors and Secretarial Standard - 2 ('SS-2') on General Meetings, during the FY 2024-25.

CORPORATE INSOLVENCY RESOLUTION PROCESS INITIATED UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016 (IBC)

During the year under review, there is no application made and/or no proceeding pending under the Insolvency and Bankruptcy Code, 2016

DETAILS OF DIFFERENCE BETWEEN THE AMOUNT OF VALUATION AT THE TIME OF ONE-TIME SETTLEMENT AND THE VALUATION DONE AT THE TIME OF TAKING A LOAN FROM THE BANKS OR FINANCIAL INSTITUTIONS ALONG WITH THE REASONS THEREOF:

During the year under review, the Company has not made any settlement with its bankers for any loan(s)/facility(ies) availed or / and still in existence.

FAILURE TO IMPLEMENT ANY CORPORATE ACTION

During the FY 2024-25 under review, there is no occasion wherein the Company failed to implement any Corporate Action. As such, no specific details are required to be given or provided.

DIRECTORS RESPONSIBILITY STATEMENT FORMING PART OF BOARD'S REPORT

As required under Section 134(5) of the Companies Act, 2013, the Director's confirm that:

- 1 In the preparation of the annual accounts, the applicable accounting standards have been followed.
- 2 The Directors had selected such accounting policies and applied them consistently and made judgments and estimate that are reasonable and prudent so as to give a true and fair view of the state of affairs of Company as on 31st March 2025 and of the profit of the company for that period.
- 3 The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities.
- 4 The annual accounts for the year ended March 31, 2025 have been prepared on a going concern basis.
- 5 The directors have laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
- 6 The Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and these were adequate and operating effectively.

LISTING OF SHARES

Equity Shares of Company are listed on The Bombay Stock Exchange, Mumbai (BSE) and The National Stock Exchange (NSE). The Company has duly paid listing fees to stock exchanges.

POLICY ON NOMINATION AND REMUNERATION:

In compliance with the requirements of Section 178 of the Act, the Company has laid down a Nomination and Remuneration Policy which has been uploaded on the Company's website. The web-link as required under the Act is <http://www.malupaper.com/investors/>

RISK MANAGEMENTPOLICY

Risks are inherent to our business as our operating environment is complex, highly regulated, and dynamic. To attain our strategic growth objectives, protect the interests of all our stakeholders and meeting legal requirements we have an established process of identifying, analysing, and responding appropriately to all business risks. We have a well-embedded Risk Management Framework to ensure that we are well-placed to manage any adverse effect posed by financial, operational, strategic or regulatory related risks. Our framework adopts appropriate risk mitigation measures for identified risks across functions. The process ensures that new risks, which might arise, or the impact of existing risks which might have increased, are identified and a strategy is put in place for mitigating such risks. The major risks identified by the management are Raw Material Risk, Quality Risk, Technological Risk, Competition Risk, Cost Risk, Financial Risk, and Legal/Regulatory Risk along with economic and political risks.

A review of the risk management policy is carried out annually by the Audit Committee and the Board of Directors.

CORPORATE GOVERNANCE

In terms of the Listing Regulations, a report on Corporate Governance along with Auditors' Report on its compliance is annexed, forming part of the Annual Report.

Further all the Board members and Senior Management personnel have affirmed compliance with the Code of Conduct for the financial year 2024-25. A declaration to this effect signed by the Managing Director& CEO of the Company also forms part of this Annual Report.

Additionally, CEO/CFO Certification as required by SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 forms part of this Annual Report.

A Certificate from Practicing Chartered accountant regarding the compliance with the conditions of Corporate Governance as stipulated under Regulation 34 read with Schedule V of the SEBI Listing Regulations is annexed to this Report.

In line with the requirements of Companies Act, 2013, your Company has constituted the Board Committees and has in place all the statutory Committees required under the law. Details of Board Committees along with their terms of reference, composition and meetings of the Board and Board Committees held during the year, are provided in the Corporate Governance Report.

SUSPENSION OF TRADING

The equity shares of the Company have been listed and actively traded on Main Board of Bombay Stock Exchange (BSE) and National Stock Exchange of India Limited (NSE).

There was no occasion wherein the equity shares of the Company have been suspended for trading during the FY 2024-25.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT:

The Management Discussion and Analysis Report in accordance with Regulation 34 read with Schedule V of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") forms part of this Annual Report as **Annexure A**.

SECRETARIAL AUDITORS

The Company had appointed CS V Ramachandran, Nagpur, Company secretary in Practice (Certificate of Practice Number-3773) to comply with the provisions of Section 204 of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and Regulation 24A of the SEBI (LODR) Regulations, 2015 and also to provide the Secretarial Compliance Report for the financial year 2024-25.

Copy of the Secretarial Audit Report in Form MR-3 is given as an **Annexure B** to this Board's Report.

Pursuant to Regulation 24A(1) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, and in compliance with SEBI's circular SEBI/HO/CFD/CFD-PoD 2/CIR/P/2024/185 dated 31st December, 2024 read with the applicable provisions of Companies Act, 2013 and other applicable regulations/ notifications, Board of Directors has recommended CS V Ramachandran, Nagpur, Company secretary in Practice (Certificate of Practice Number-3773) as the Secretarial Auditor of the Company for a period of five consecutive years, from the conclusion of the ensuing Annual General Meeting till the conclusion of the 37th Annual General Meeting subject to the approval of Shareholders in the ensuing Annual General Meeting of the Company on such terms and remunerations as may be mutually agreed upon between the said secretarial auditor and Board of Directors of the Company.

ENERGY, TECHNOLOGY AND FOREIGN EXCHANGE

The information pertaining to conservation of energy, technology absorption, foreign exchange earnings and outgo, as required under the Companies Act, 2013, read with the Companies (Accounts) Rules 2014 is given as per **Annexure C** and forms part of the Board's Report.

As regards disclosure of particulars relating to conservation of energy, great emphasis has been given for reduction of energy consumption to reduce cost per unit of goods. Details are attached herewith as per **Annexure C**.

The Company imports some portion of its raw material requirement. The foreign exchange earnings and outgo are as mentioned in the reports of the auditor of the Company. Details are attached herewith as per **Annexure C**

CORPORATE SOCIAL RESPONSIBILITY

The provisions of Section 135 of the Companies Act, 2013 relating to corporate social responsibility are not applicable to the Company in the reporting financial year.

VIGIL MECHANISM/WHISTLE BLOWER POLICY

As per the provisions of Section 177(10) of the Companies Act 2013 and Regulation 22 of the Listing Regulations, a Vigil Mechanism for Directors and employees to report genuine concerns has been established. The practice of the Whistleblower Policy is overseen by the Audit Committee and no employee has been denied access to the Committee. The same has been uploaded on company's website at <http://www.malupaper.com/investors/>

Web Address of the Annual Return

Pursuant to the provisions of Section 92(3) read with Section 134(3) (a) of the Companies Act, 2013, a copy of the Annual Return of the Company is available at the Company's website <http://www.malupaper.com/investors/>

DISCLOSURES WITH RESPECT TO DEMAT SUSPENSE ACCOUNT/ UNCLAIMED SUSPENSE ACCOUNT

- The outstanding shares in the suspense account held with Sharekhan Limited lying at the beginning of the year is 3,019 shares;
- none of shareholders approached listed entity for transfer of shares from suspense account during the year;
- no shares were transferred from suspense account during the year;
- the outstanding shares in the suspense account held with Sharekhan Limited lying at the end of the year is 3,019 shares;
- that the voting rights on these shares shall remain frozen till the rightful owner of such shares claims the shares.

DISCLOSURE RELATING TO REMUNERATION OF DIRECTORS, KEY MANAGERIAL PERSONNEL AND PARTICULARS OF EMPLOYEES:

None of the employee, including Key Managerial Personnel, was drawing in excess of the limits prescribed by Section 197(12) read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and Companies (Particulars of Employees Rules, 1975, which needs to be disclosed in the Board's report.

The ratio of the remuneration of each director to the median remuneration of the employees of the Company and percentage increase in remuneration of each Director, Chief Financial Officer and Company Secretary in the financial year–

S.No	Name of the Director	Remuneration	Median Remuneration	Ratio (Remuneration of Director to Median Remuneration) times
		Per Annum	Per Annum	
		(INR)	(INR)	
Executive Directors				
1	Mr. Punamchand Malu*	NIL	-	-
2	Mr.BanwarilalMalu*	NIL	-	-
Non Executive Directors/Independent Directors				
3	Mr. Purushottam Malu	NIL	-	-
4	Mr.Vasudeo Malu	NIL	-	-
5	Mr.Chandrakant Thakar	NIL	-	-
6	FCA. Shrutika Inani	NIL	-	-
7	Mr. Satyanarayan Rathi	NIL	-	-
8	Mr.Agrawal	NIL	-	-
Key Managerial Person				
9	Mr. Prakash Modi, CFO	10,51,200	N.A	N.A
10	CS. Mayuri Asawa	3,30,000	N.A	N.A

- *The Executive Directors had decided to waive remuneration for the reporting financial year in the Board meeting held on 09-08-2023.
- There is no increase in the remuneration of Chief Financial Officer in the financial year.
- There is no increase in the remuneration of Company Secretary during the financial year.
- The median remuneration of employees increased by 7.25% during FY 2024–25 compared to FY 2023–24.
- The number of permanent employees on the rolls of Company: 257

Affirmation that the remuneration is as per the remuneration policy of the Company:

The Company affirms that the remuneration is as per the remuneration policy of the Company.

ACKNOWLEDGEMENTS

Your directors wish to place on record their gratitude to Bankers, Customers, and Business Associates for the co-operation and support and to the Shareholders, dealers and suppliers, staff and workers for their contribution to the company's growth.

Date: 23/07/2025

By Order of Board of Directors

Place: Nagpur

Punamchand Malu
Managing Director & CEO
(DIN:00301030)

Banwarilal Malu
Jt. Managing Director
(DIN:00301297)

MANAGEMENT DISCUSSION & ANALYSIS REPORT

INDUSTRY STRUCTURE AND DEVELOPMENT

GLOBAL

Paper Industry is a significant player in the World Economy. Global Paper demand has increased from ~ 170 Mn T p.a. (in Year 1980) to ~ 420 Mn T p.a. (in Year 2023) and is expected to reach ~ 473 Mn T p.a. by Year 2030. Its annual revenue exceeds US \$ 500 billion. Asia outperforms other markets in the demand for Paper and boards.

The four key Paper and Board segments are: Newsprint, and Printing and Writing Papers, Paper Boards for packaging applications, Tissue Papers & other Speciality Papers. Packaging continues to be fastest growing segment globally. Global demand for paper and paper board is forecast to grow to about 480 million tonnes in 2030, or 1.1 per cent per year, according to a global paper market insight study by Poyry Management Consulting. The study forecasts the graphic paper market facing huge challenges, in particular, due to shrinking of demand for newsprint as well as uncoated and coated wood containing and wood free papers. Demand for tissue paper, container boards and carton board, is expected to grow upto 2030, driven by increasing packaging needs in emerging markets, booming e-commerce and the growing demand for convenience food and consumer goods.

Global Paper Industry is led by China, followed by USA, Japan and Germany. India occupies 5th position in the Global demand for Paper and boards.

Asia Pacific analysis

Asia-Pacific dominates the pulp & paper market, owing to the increasing demand for commercial printing and food packaging in the region. The rising population and increasing urbanization in APAC is the major factor driving the demand for commercial printing and food packaging.

Owing to increasing environmental concerns across the world along with the rising need to reduce toxic emissions; fiber crops based recycled paper packaging is being extensively used to manufacture hygienic paper. This, in turn, is expected to propel the market growth, during the forecast period.

A rise in the demand for paper packaging, owing to growing consumer awareness regarding the harmful effects of plastic on the environment along with the eco-friendly nature of fiber crops based paper packaging, is also projected to flourish the pulp & paper industry. The rapid penetration of the worldwide e-commerce and retail sector has created an enormous demand for both wrapping and packaging paper.

In addition, both customers and producers in the developing economies are embracing paper packaging goods with growing environmental consciousness. Also, packaging innovation has been critical in shaping the consumption of soft drinks, paper goods are easy to recycle paper and can minimize air pollution, clean up the atmosphere, leading to a rise in demand from the food and beverage industry for paper packaging.

DOMESTIC

The Indian Pulp and Paper Industry plays a crucial role in India's economy and provides direct employment to 0.5 Mn persons and indirectly to 1.5 Mn persons. In terms of raw material used, about 71% of the paper is produced from recovered paper / recycled fibre; 21% is wood / bamboo based and balance 8% is from agro residue (bagasse / wheat straw). The Indian Paper Industry has strong linkages with the farming community and has agro based roots. India occupies 5th position in the Global demand for Paper and boards.

Environment and economic benefits of wastepaper

Paper Industry, is often at the receiving end from environmental activists who are wary of environmental footprint of this resources-intensive industry. As per European Environmental Paper Network (EEPN), Paper Industry should enable a clean, healthy, just and sustainable future for all life on Earth. EEPN's vision encompasses 7 principles; namely: Reduce global paper consumption and promote fair access to paper, maximize recycled paper content, ensure social responsibility, source fibre responsibly, reduce greenhouse gas emissions, ensure clean production and ensure transparency and integrity. China is the largest consumer of paper and boards, more than 120 million tonnes annually. China is also the biggest importer of recovered paper and producer of recycled paper. The Chinese Environment Paper Network (CEPN) has flagged its major concerns like, Pollution of water from untreated mill effluent, unsustainable sourcing of fibre for Mills, imports of pulp from countries causing deforestation, insufficient levels of wastepaper recovery and wasteful use of paper.

STRENGTH & OPPORTUNITIES

The competitive strengths and the opportunities that are available to the Indian Paper Industry are:

- The Government and consumers both have concerns about environmentally sustainable packaging solutions, which present an opportunity for the Company as paper-based packaging is more eco-friendly than plastics and other non-biodegradable materials. The Company can utilise this opportunity by investing more towards sustainable packaging solutions.
- The impending changes in the education policy and curriculum are bound to create a huge demand for Newsprint and Writing & printing papers to meet the needs of new books etc.
- Robust growth in e-commerce, FMCG, Consumer Goods & Pharma to drive paper board demand.
- With a number of countries replacing plastic bags with paper equivalents, paper industry opportunities are growing.

WEAKNESS & THREATS

The following competitive weaknesses and threats confront the Industry:

- The Indian paper industry is currently being crushed by a plenty of problems including the non-availability of waste paper, high prices for pulp, fibres and newsprint, container problems, including rising freight rates, increasing coal, chemicals and other inputs rates.

- Poor collection of used paper resulting in low recovery rate and undue dependence on imports to meet domestic needs.
- Absence of policy measures for creation of sustainable raw material base through industrial plantations and used paper recovery.
- Increasing competition from electronic media and digital communication alternatives
- Cyclical: Prices of paper are linked to global prevailing raw material prices and price of finished product. This industry is also highly cyclical in nature. Unchecked imports can prevent companies from passing on the increase in raw material prices.
- Increasing imports consequent on numerous Regional Trade Agreements (RTAs) / Free Trade Agreements (FTAs) entered into by the Govt without adequate safeguards.

Paper Industry is capital intensive and yields poor returns on investments. To enhance the competitiveness of the Industry, Govt must address the issues of creation of robust raw material base as well as extending fiscal incentives for assimilation of eco-friendly technologies, etc. International Competitiveness is the key issue that is confronting the Indian Paper Industry, today especially in the context of Government's resolve to bring down import tariff every year and RTAs/ FTAs entered into with ASEAN / SAARC countries. The major players, alive to the emerging international threats, have been aggressively pursuing quality improvement programmes, coupled with cost rationalisation and capacity additions. Increasingly, more up-to-date technologies are sought to be implemented, with added focus on environmental compliance.

SEGMENT WISE PERFORMANCE

The company is a single product company and hence, segment wise or product wise performance is not provided.

RISKS AND CONCERNS

- Digitalization: As the world shifts towards digital platforms, paper demand could decline.
- Volatility: Wastepaper and pulp are critical paper raw materials, around 57% of the cost of sales. These costs are subject to fluctuations, affecting profits.
- Disruptions in supply-chain affecting availability and prices of key input materials.

FUTURE OUTLOOK

The long-term demand outlook for paper in the Indian market remained moderately positive, due to the relatively low per-capita consumption compared to global averages. The implementation of the New Education Policy (NEP) is expected to stimulate demand for printing and writing paper. The increasing use of specialised and traditional packaging in FMCG, healthcare, e-commerce, pharmaceuticals, and consumer industries is expected to drive demand; a focus on innovative and visually appealing packaging, and ongoing transition from plastic to paper-based packaging in the FMCG and food product sectors is expected to catalyse demand as well. (Source: Maximize Market Research, ICRA, Financial Express)

INTERNAL CONTROL SYSTEM & THEIR ADEQUACY

The Company has laid down adequate systems and well drawn procedures for ensuring internal financial controls. It has appointed an external audit firm as Internal Auditors for periodically checking and monitoring the internal control measures. The Board of Directors have adopted various policies for ensuring the orderly and efficient conduct of the business of the Company, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records and the timely preparation of reliable financial information. The Statutory Auditors have also expressed satisfaction with the existing system in their Audit Report to the Shareholders.

COMPANY FINANCIAL PERFORMANCE & SIGNIFICANT RATIOS

		(Rs. in Lakhs)	
Sr. No.	Particulars	2024-25	2023-24
01.	Total Income from Revenue Operations	27788.82	27444.08
02.	EBITDA	(38.20)	1737.29
03.	Less: Finance Cost	1142.09	1089.05
04.	Profit Before Depreciation & Tax	(1180.29)	648.24
05.	Less: Depreciation	532.83	500.79
06.	Profit Before Tax	(1713.11)	147.45
07.	Less: Deferred/Current Tax	(499.95)	57.92
08.	Profit After Tax	(1213.17)	89.53
09.	Add: Other Comprehensive Income(Net of Tax)	0.52	3.19
10.	Net Profit for the Year	(1212.65)	92.71
11.	Debtors Turnover Ratio	8.52	10.29
12.	Inventory Turnover Ratio	5.70	5.98
13.	Current Ratio	1.54	1.64
14.	Debt Equity Ratio	-4.98	4.76
15.	Interest Coverage Ratio*	-	1.15
16.	Operating Profit Margin*	-	11.90
17.	Net Profit Margin*	-	0.32
18.	Return on Net Worth*	-	14.57

* Loss incurred during the current financial year

For further information and detailed explanations on ratios, please refer note no. 36 of the Financial Statements.

DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE

This has been dealt with in the Board's Report.

HUMAN RESOURCE & INDUSTRIAL RELATIONS

The Company employs 257 persons in all ranks in its two units as on 31st March, 2025. The employees of the company are considered as its most valuable resource and the company recognizes the importance of aligning human resource practices with business priorities and objectives. The workforce is the key strategic pillar that drives the business processes to attain the company's vision. The company has maintained a healthy and cordial industrial relationship with its employees, who

have been equal partners in implementing company policies and achieving stretched operational targets.

CAUTIONARY STATEMENT

Statements in this report on Management Discussion and Analysis describing the Company's objectives, projections, estimates, expectations or predictions may be "forward looking statements" within the meaning of applicable securities laws or regulations. These statements are based on certain assumptions and expectations of future events. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to the Company's operations include global and domestic demand supply conditions, finished goods prices, raw material cost and availability, changes in Government regulations, tax regimes, economic developments within India and other factors such as litigation and industrial relations. The Company assumes no responsibility to publicly amend, modify or revise any forward-looking statements on the basis of any subsequent developments, information or events.

Form No. MR-3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2025

(Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014)

To,

**THE MEMBERS,
MALU PAPER MILLS LIMITED
CIN - L15142MH1994PLC076009
HEERA PLAZA, 04TH FLOOR,
NEAR TELEPHONE EXCHANGE,
CENTRAL AVENUE, NAGPUR,
MH - 440008, INDIA.**

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **MALU PAPER MILLS LIMITED**. (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/ statutory compliances and expressing my opinion thereon.

Based on my verification of the **MALU PAPER MILLS LIMITED**'s books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended on **31st March, 2025** complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by **MALU PAPER MILLS LIMITED**. ("the Company") for the financial year ended on **31st March, 2025**, according to the provisions of:

(i) The Companies Act, 2013 (the Act) and the Rules made thereunder;

(ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the Rules made thereunder;

(iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;

(iv) Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder; to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;

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

ANNEXURE B

- (a) Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
- (b) Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
- (c) Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 **(Not applicable to the listed entity during the Review Period);**
- (d) Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018 **(Not applicable to the listed entity during the Review Period);**
- (e) Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021 **(Not applicable to the listed entity during the Review Period);**
- (f) Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 **(Not applicable to the listed entity during the Review Period);**
- (g) Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021 **(Not applicable to the listed entity during the Review Period);**
- (h) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with clients;
- (i) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and **(No incidence during the audit period, hence not applicable);**

(vi) I have reviewed the systems and mechanisms established by the Company for ensuring compliances under the other applicable Acts, Rules, Regulations and Guidelines prescribed under various laws which are specifically applicable to the Company and categorized under the following heads/ groups:-

- (a) The Factories Act, 1948 and Rules made thereunder;
- (b) Labour laws and other incidental laws related to labour and employees appointed by the Company;
- (c) Acts and Rules prescribed under prevention and control of pollution;
- (d) Acts and Rules relating to Environmental protection, energy conservation and hazardous substances and chemicals;
- (e) Acts and Rules relating to boilers, electricity, fire, etc.;

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

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India.
- (ii) The Listing Agreements entered into by the Company with National Stock Exchange and Bombay Stock Exchange(s),
- (iii) Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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

ANNEXURE B

I further report that

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors.

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

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

I further report that

Based on the information provided and the representation made by the Company, in my opinion there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

The Compliance by the Company of applicable financial laws such as direct and indirect tax laws and maintenance of financial records and books of accounts has not been reviewed in this Audit since the same have been subjected to review by statutory financial audit and other designated professionals.

I further report that during the audit period, there were no specific events/ actions in pursuance of the above referred laws, rules, regulations, guidelines, etc, having major bearing on the Company's affairs. Except that during the year under review one action taken against the company by BSE & NSE both for late filing of RPT disclosures and the Company has duly paid the penalty, amounting to Rs. 5900/- each to both exchanges (incl of GST).

Date:23/07/2025

Place: Nagpur

Ramachandran Iyer
Practicing Company Secretary
M.No. FCS 5255
CP No.: 3773
UDIN: **F005255G000844324**

'ANNEXURE - A'

To,
MALU PAPER MILLS LIMITED
CIN - L15142MH1994PLC076009
HEERA PLAZA, 04TH FLOOR,
NEAR TELEPHONE EXCHANGE,
CENTRAL AVENUE, NAGPUR,
MH - 440008, INDIA.

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

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

Date: 23/07/2025

Place: Nagpur

Ramachandran Iyer
Practicing Company Secretary
M.No. FCS 5255 & CP No.: 3773
UDIN: **F005255G000844324**

ANNEXURE - C

To Board's Report 2025

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE

Information as required under the Companies Act, 2013 is given hereunder:

A. Conservation of energy

Power & Fuel Consumption		Current Year	Previous Year
1	Electricity (Purchased) Units	1,74,16,743	1,31,02,553
	Total Amount	17,18,34,600	12,04,33,225
	Rate per Unit	9.87	9.19
2	Electricity (Generated) Units	2,29,68,800	3,55,08,300
	Diesel consumed in Liters	-	-
	Total Amount	-	-
	Rate per Unit	-	-
3	Total Units consumed	4,03,85,543	4,86,10,853

B. Consumption per unit of production

Quality		Kwh/MT	Kwh/MT
Kraft Paper	:	272.62	263.74
Newsprint, Writing & Printing Paper	:	1155.11	1031.31

C. Energy conservation measures

- Installation of energy efficient LED lamps in Plant and common lighting area by replacement of copper ballasts thereby saving in consumption of electricity.
- Optimization of pipeline sizes and routing of pipes to reduce the running load of pump motors.
- Using Biomass fuel in the captive power plants and in process boilers to reduce greenhouse gas emissions.

B. Technology absorption and research and development

(1) Research and Development:

Technical discussion and presentation by the suppliers to the technical staff for upgrading the systems and adopt industrial best practices and sharing of R & D knowledge of the equipment suppliers was done during the year.

(2) R & D Expenditure

	31st March, 2025	31st March, 2024
Amount in Rs		
(a) Capital	NIL	NIL
(b) Revenue		
(c) Total		
(d) Total R&D expenditure as % of Total Turnover		

(3) Technology absorption, adaption and innovation

(a) Efforts in brief made towards technology absorption, adaption and innovation:

- Updation of process and investment in new age products and advanced equipments was done in the plants to improvise the process.
- Regular interaction with equipment designers and manufacturers for improvements to processing and operating parameters.

(b) Benefits derived as a result of above efforts.

- The Company has benefited by increasing the output due to induction of new and advanced equipments.

(c) The company has not imported technology during the last 8 years reckoned from the beginning of the financial year.

C. Foreign Exchange Earning and Outgo

(a) Activities relating to exports, initiatives taken to increase exports, development of new export markets for products and services and export plans.

The company has successfully marketed its product in the China Market and continues to sell its product in its existing markets in Africa and Asia.

(b) Information in respect of Foreign Exchange Earning and Outgo is:

	Amount in Rs	
	Current Year	Previous Year
Earning	13,54,740	1,10,78,330
Outgoing	18,61,52,809	42,89,29,158

Date: 23/07/2025
Place: Nagpur

By Order of Board of Directors

Punamchand Malu
Managing Director & CEO
(DIN:00301030)

Banwarilal Malu
Jt. Managing Director
(DIN:00301297)

CORPORATE GOVERNANCE REPORT

The Corporate Governance framework for Malu Paper Mills Limited ('Malu Paper' or 'the Company') is a reflection of its culture, policies, relationship with its stakeholders and commitment to values. Accordingly, Malu Paper always seeks to ensure that its performance is driven by integrity in order to retain the trust of its stakeholders.

The Securities and Exchange Board of India (SEBI) implemented SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 [hereinafter referred as 'SEBI (LODR)'], as amended from time to time, to implement comprehensive Corporate Governance norms for listed companies. These norms provide stringent disclosures for the protection of investor rights, including equitable treatment for minority and foreign shareholders. SEBI (LODR) is aligned with the provisions of the Companies Act, 2013, as amended from time to time, and is aimed to encourage companies to adopt best Corporate Governance practices.

Accordingly, the Company complies with Corporate Governance as per SEBI (LODR) and a report containing the details of the Corporate Governance and processes at Malu Paper is as under:

1. COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE:

Corporate Governance envisages working towards high levels of transparency, accountability, consistent value systems, delegation across all facets of its operations leading to sharply focused and operationally efficient growth. The Company's approach to Corporate Governance and the role it plays goes well beyond meeting our compliance obligations. The Company strives to be transparent, ethical and maintain high level of integrity in the conduct of its business and also in its interactions with stakeholders, including shareholders, employees, customers, suppliers and statutory authorities. The Company's policy is to have an appropriate blend of independent and non-independent directors to maintain the independence of the Board and to separate the Board functions of governance from Management of the Company.

The company follows all the principles of Corporate Governance in its true spirit and at all times.

2. BOARD OF DIRECTORS:

a. Composition and category of directors:

The Board is at the core of the Corporate Governance practice and oversees how the Management serves and protects the long-term interests of all stakeholders of the Company. The Company's Board has an optimum combination of Executive, Non-Executive and Independent Directors, including a woman Director, with considerable experience in their respective fields to maintain the independence of the Board and to separate the functions of the Board from the Management of the Company. There is a clear demarcation in the roles and responsibilities of the Managing Director and CEO, Jt. Managing Director and the Board. The Board of Directors of the Company have the requisite core skills, expertise and competencies, as identified by them, for the nature of business and industry for its effective functioning, with expertise in Information Technology, Finance, Sales & Marketing, Legal, Corporate Governance, Management, Human Resources, as well as knowledge of global market conditions.

The composition of Board of Directors of the Company has an optimum combination of executive and non-executive directors in conformity with Section 149 of the Companies Act, 2013 (hereinafter referred to as "the Act") and Regulation 17 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred to as "SEBI Listing Regulations").

The Board of Directors comprises optimum mix of Six Non-Executive Directors and two Executive Directors as on 31st March 2025.

None of the Directors of the Company held directorships beyond the statutory limits prescribed under the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Further, none of the Directors was a Member of more than ten Committees or acted as Chairperson of more than five Committees across all companies in which they serve as Directors. It is also confirmed that none of the Directors held directorships in any other listed company during the year.

Broad Definition of Independent Directors:

The Company has defined the independence as stipulated under the Companies Act, 2013 and SEBI (LODR). Accordingly, an Independent Director means a person who is not an officer or employee of the Company, or any other individual having a material pecuniary relationship or transactions with the Company, which in the opinion of the Board of Directors, would interfere with the exercise of independent judgment in carrying out the responsibilities of a director.

The process of selection of Independent Directors is rigorous, transparent, objective and is aligned with the needs of the Company. None of the Independent Directors have any pecuniary relationship or transactions with the Company except the receipt of sitting fees nor served on the Board of the Company for more than ten years. In the opinion of the Board, all Independent Directors are independent of the Management and fulfil the conditions specified in SEBI (LODR).

Pursuant to Regulation 25(3) of SEBI (LODR), the Independent Directors of the Company met twice in FY 2024-25: August 13, 2025 & February 10, 2025.

All the Independent Directors have confirmed that they meet the criteria of independence as mentioned under Regulation 16(1)(b) of the SEBI Listing Regulations read with Section 149(6) of the Act.

i)	Non-Executive Directors:	DIN
a)	Promoter Group	
	1 Mr. Vasudeo Malu	00301313
	2 Mr. Purushottam Malu	01720007
b)	Independent	
	1 Mr. Satyanarayan Rathi*	01797378
	2 Mr. Chandrakant Thakar*	00784189
	3 FCA Shrutika Inani*	06937649
	4 CA. Sahil Agrawal	02690403
	5 CA. Rajesh Sarda#	10727785
	6 Mr. Vijaykumar Sarda#	10727783
	7 CS. Surabhi Gandhi#	10729302
ii)	Executive Directors:	
	1 Mr. Punamchand Malu	00301030
	2 Mr. Banwarilal Malu	00301297

*Retired from their position of Independent Directors effective from 25th September 2024, upon the expiry of their second term of 5 (five) consecutive years.

Appointed as Independent Director of the Company, for first term of 5 consecutive years commencing 25th September, 2024 up to 24th September 2029.

- b. Attendance of each Director at the meetings of Board of Directors held during the financial year 2023-24, last Annual General Meeting and the Number of Directorships and memberships of Committees of each Director in various Companies during the period under review is as follows:

Name of the Director	Category	No. of Board Meetings attended	Attendance at last AGM	Relationships between directors inter-se
Mr. Punamchand Malu	Executive	5	YES	Brother of Mr. Purushottam Malu
Mr. Banwarilal Malu	Executive	6	YES	Brother of Mr. Vasudeo Malu
Mr. Vasudeo Malu	Non-Executive, Non-Independent	4	YES	Brother of Mr. Banwarilal Malu
Mr. Purushottam Malu	Non-Executive, Non-Independent	6	YES	Brother of Mr. Punamchand Malu
Mr. Satyanarayan Rathi	Non-Executive, Independent	2	YES	-
Mr. Chandrakant Thakar	Non-Executive, Independent	1	YES	-
CA. Shrutika Inani	Non-Executive, Independent	2	YES	-
CA. Sahil Agrawal	Non-Executive, Independent	5	YES	-
CA. Rajesh Sarda	Non-Executive, Independent	2	YES	-
Mr. Vijaykumar Sarda	Non-Executive, Independent	2	YES	-
CS. Surabhi Gandhi	Non-Executive, Independent	1	YES	-

- c. The Board of Directors meets at least once a quarter to review the Company's performance and financial results and more often, if necessary, to transact other business. 06 (Six) meetings of Board of Directors were held on 18/05/2024, 23/07/2024, 13/08/2024, 25/09/2024, 13/11/2024 and 10/02/2025 during the financial year.

d. Number of directorships/committee positions of Directors As on 31st March 2025

Name of Director	Directorships			Committee positions in listed and unlisted public limited companies*		Directorship in listed entity and the category of Directorship
	In equity listed companies	In unlisted public limited companies	In private limited companies	As Member	As Chairman	
Mr. Punamchand Malu	1	-	5	-	-	Malu Paper Mills Limited- Executive Managing Director & CEO
Mr. Banwarilal Malu	1	-	1	1	0	Malu Paper Mills Limited- Jt Managing Director
Mr. Purushottam Malu	1	-	4	1	0	Malu Paper Mills Limited- Non Executive Director
Mr. Vasudeo Malu	1	-	1	-	-	Malu Paper Mills Limited- Non Executive Director
CA. Sahil Agrawal	1	-	-	1	1	Malu Paper Mills Limited- Non Executive Independent Director
CA. Rajesh Sarda	1	-	-	2	0	Malu Paper Mills Limited- Non Executive Independent Director
Mr. Vijaykumar Sarda	1	-	-	0	1	Malu Paper Mills Limited- Non Executive Independent Director
CS. Surabhi Gandhi	1	-	-	1	1	Malu Paper Mills Limited- Non Executive Independent Director

*This covers Membership / Chairmanship of 'Audit Committee' and 'Stakeholders Relationship Committee' in all Public limited Companies (including Malu Paper Mills Limited) as per Regulation 26(1)(b) of Listing Regulations

e. Number of Shares and Convertible Instruments held by Non- Executive directors;

Except below mentioned, none of the non-Executive Directors hold any equity shares in the Company:

Sr. No	Name and designation of the Director	No. of Shares held
1	Mr. Vasudeo Malu, Non Executive Director	7,26,774
2	Mr. Purushottam Malu	7,27,726

f. Familiarization Programme

Pursuant to Regulation 25(7) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board has framed a policy to familiarize the Independent Directors about the Company. The details on familiarization programme is disclosed on the website of the Company at www.malupaper.com.

A formal familiarization programme was conducted to familiarize independent directors about the company's product and services and also to familiarize independent directors about the amendments in the Companies Act, 2013, Rules prescribed thereunder, SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and all other applicable laws of the Company.

It is the general practice of the Company to notify the changes in all the applicable laws from time to time to the Board of Directors regularly.

g. Core Skill/Expertise/Competencies

As stipulated under Schedule V of the SEBI Listing Regulations, core skills/expertise/competencies, as required in the context of the business and sector for it to function effectively and those actually available with the Board have been identified by the Board of Directors.

Chart/Matrix of such core skills/expertise/competencies identified by the Board as requirement for the Company is given below:-

Name of the Director	Management and Strategy	Information Technology, Systems and Computers	Industry knowledge	Sales, Marketing and International Business	Interpretation of Financial Statements	Understanding of laws, rules and regulations
Mr.Punamchand Malu	High	Moderate	High	High	High	High
Mr.Banwarilal Malu	High	Moderate	High	High	High	High
Mr. Vasudeo Malu	High	Moderate	High	High	High	High
Mr. Purushottam Malu	High	Moderate	High	High	High	High
CA. Sahil Agrawal	High	High	High	Moderate	High	High
CA. Rajesh Sarda	High	High	High	Moderate	High	High
Mr. Vijaykumar Sarda	High	Moderate	High	High	High	High
CS. Surabhi Gandhi	High	High	High	Moderate	High	High

h. The Board of Directors be and is hereby confirm that in the opinion of the Board, the Independent Directors fulfill the conditions specified by SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and they are independent of the management.

i. Independent Director Databank Registration

Pursuant to a notification dated October 22, 2019 issued by the Ministry of Corporate Affairs, all the Independent Directors have completed the registration with the Independent Directors Databank.

Requisite disclosures have been received from the directors in this regard.

3. AUDIT COMMITTEE:

The constitution of Audit Committee is as per requirement of Regulation 18 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Section 177 of the Companies Act, 2013.

The Audit Committee as on 31-03-2025 comprised of three independent Non-Executive Directors namely CA. Sahil Shankar Agrawal (Chairman of the Committee), CA. Rajesh Sarda and CS. Surabhi Gandhi.

CA. Sahil Shankar Agrawal is Chartered Accountant and possessed expert knowledge in the area of finance and accounting.

The members of the Audit Committee are financially literate and have experience in financial management.

The Committee invites the Managing Director, CFO, Statutory Auditors and Internal Auditor to attend the meetings of the Committee for meetings/ matters which requires their participation. Company Secretary of the Company acts as Secretary to the Committee.

The terms of reference of the Committee are:

1. Oversight of the Company's financial reporting process, disclosure of its financial Information, reviewing quarterly & yearly financial statements to ensure that the financial statement is correct, sufficient and credible.
2. Recommending to the Board, the appointment, re appointment of the statutory auditor and the fixation of audit and other fees.
3. Reviewing with the management the annual financial statements and auditor's report thereon before submission to the Board for approval.
4. Reviewing and monitoring the auditor's independence and performance.
5. Recommending to the Board, the appointment and remuneration of Cost Auditor.
6. Reviewing with the management, performance of internal auditors and adequacy of the internal control systems.

During the year under review 04(Four) meetings were held on 18/05/2024, 13/08/2024, 13/11/2024 and 10/02/2025.

The following table gives attendance record:

Sr. No.	Name of the Members of Audit Committee	Category	Number of Meetings held	Number of Meetings attended
1	* FCA Shrutika Inani	Non-Executive & Independent	4	2
2	* Mr. Satyanarayan Rathi	Non-Executive & Independent	4	2
3	* Mr. Chandrakant Thakar	Non-Executive & Independent	4	1
4	#CA. Sahil Shankar Agrawal	Non-Executive & Independent	4	2
5	#CA. Rajesh Sarda	Non-Executive & Independent	4	2
6	#CS. Surabhi Gandhi	Non-Executive & Independent	4	1

* CA. Shrutika Inani (DIN: 06937649), Mr. Satyanarayan Rathi (DIN: 01797378) & Mr. Chandrakant Thakar (DIN: 00784189) Non-Executive & Independent Directors of the Company

ceased to be the member of Board and Committees w.e.f 25-09-2024 due to completion of their tenure.

#The Committee reconstituted with CA. Sahil Shankar Agrawal, CA. Rajesh Sarda & CS. Surabhi Gandhi w-e-f 25/09/2024.

4. NOMINATION AND REMUNERATION COMMITTEE:

The Nomination and Remuneration Committee is constituted as per Regulation 19 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Section 178(1) of the Companies Act, 2013. The Nomination and Remuneration Committee comprises of three Non-Executive Directors namely Mr. Vijaykumar Sarda (Chairman of the Committee), CA. Sahil Shankar Agrawal and Mr. Purushottam Malu. CS. Mayuri Asawa acts as Secretary to this Committee.

Terms of reference of this committee are:

1. Determining/recommending the criteria for appointment of Executive, Non- Executive and Independent Directors to the Board.
2. Determining/recommending the criteria for qualification, positive attributes and Independence of Directors and recommend to the Board a policy relating to the remuneration for the directors, key managerial personnel and other employees.
3. Formulation of criteria for evaluation of performance of independent directors and the Board of Directors.
4. Identifying candidates who are qualified to become Directors and who may be appointed in Senior Management and recommending to the Board their appointment and removal.
5. Reviewing and determining all elements of remuneration package of all Executive Directors i.e. salary, benefits etc. Determining policy on service contract, notice period, severance fees for Directors and Senior Management.

During the year under review 01 (One) meeting was held on 22/07/2024.

The following table gives attendance record:

Sr. No.	Name of the Members of Shareholders' Grievance Committee	Category	Number of Meetings held	Number of Meetings attended
1	Mr. Satyanarayan Rathi	Non-Executive & Independent	1	1
2	Mr. Chandrakant Thakar	Non-Executive & Independent	1	1
3	Mr. Purushottam Malu	Non-Executive & Non Independent	1	1

The committee was re-constituted w-e-f 25/09/2024.

5. SHAREHOLDERS' GRIEVANCE COMMITTEE:

The Stakeholder Relationship Committee is constituted as per Regulation 20 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Section 178 (5) of the Companies Act, 2013.

The Shareholders' Grievance Committee as on 31st March 2025 comprised of three Directors i.e. CS. Surabhi Gandhi (Chairman of the Committee), CA. Rajesh Sarda and Mr. Banwarilal Malu. CS. Mayuri Asawa has been appointed as the Compliance Officer of the Company as per Regulation 6 of the SEBI Listing Regulations to discharge all duties under the said SEBI Listing Regulations.

One Meetings of the stakeholder relationship Committee were held in 2024-2025 on 13th August, 2024

The shareholder grievance committee has been constituted to attend to and redress the shareholders / investors grievances in matters such as transfer of shares, non-receipts of annual reports, dematerialization of shares etc.

The shares are traded on the Stock Exchanges in compulsory dematerialized form.

The Company and the **MUFG Intime India Private Limited**, the RTA of the Company attend to all grievances of the shareholders and investors received directly or through SEBI, Stock Exchanges etc. Continuous efforts are made to ensure that grievances are more expeditiously redressed to the satisfaction of the investors.

During the year under review, the Company did not receive any complaints from applicants or shareholders. Accordingly, no complaints were pending as on March 31, 2025.

The Committee met on 13/08/2024 in which three directors were respectively present.

Sr. No.	Name of the Members of Shareholders' Grievance Committee	Category	Number of Meetings held	Number of Meetings attended
1	Mr. Satyanarayan Rathi	Non-Executive & Independent	1	1
2	Mr. Chandrakant Thakar	Non-Executive & Independent	1	1
3	Mr. Banwarilal Malu	Exectutive Jt. Managing Director	1	1

The committee was re-constituted w-e-f 25/09/2024.

6. CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

The provisions of Section 135 of the Companies Act, 2013, relating to Corporate Social Responsibility (CSR), are not applicable to the Company during the financial year under review.

7. SEPARATE MEETING OF INDEPENDENT DIRECTORS:

During the year under review, all the Independent Directors of the Company met on 22nd July 2023 and 12th November 2024 to review the performance of the Non-Independent Directors and the Board as a whole, assess the functioning of the Board leadership, and evaluate the quality, quantity, and timeliness of the flow of information between the Company's management and the Board.

8. REMUNERATION OF DIRECTORS:

- i. During the financial year 2024-25, the Company has made the following payments to the Non-executive Directors/Independent directors:

Sr.No	Name of Director	Sitting Fees (Rs.)
1.	Mr. Vasudeo Malu	10,000/-
2.	Mr. Chandrakant Thakar	5,000/-
3.	Mr. Satyanarayan Rathi	10,000/-
4.	CA. Shrutika Inani	10,000/-
5.	Mr. Purushottam Malu	20,000/-
6.	CA. Sahil Agrawal	15,000/-
7.	CA. Rajesh Sarda	10000/-
8.	Mr. Vijaykumar Sarda	10000/-
9.	CS. Surabhi Gandhi	5000/-

- ii. The details of remuneration paid to Managing Directors for the F.Y. 2024-25 is given as follows: (No sitting fees are paid to the Managing Directors):

Director	Designation	Term	Remuneration (including all perquisites)*
Mr. Punamchand Malu	Managing Director & CEO	five years from 1 st Day of April, 2020	Nil
Mr. Banwarilal Malu	Jt. Managing Director	five years from 1 st Day of April, 2020	Nil

*The Executive Directors had decided to waive remuneration for the reporting financial year in the Board meeting held on 09-08-2023.

- iii. The Company has not issued any stock options to its directors.

iv. **CRITERIA OF MAKING PAYMENTS TO NON-EXECUTIVE DIRECTORS:**

- All the remuneration of the Non- Executive Directors (excluding remuneration for attending meetings as prescribed under Section 197 (5) of the Companies Act, 2013) shall be subject to ceiling/ limits as provided under the Companies Act, 2013 and rules made there under or any other enactment for the time being in force.
- The amount of such remuneration shall be such as may be recommended by the Nomination and Remuneration Committee and approved by the Board of Directors or shareholders, as the case may be.
- An Independent Director shall not be eligible to get Stock Options and also shall not be eligible to participate in any share-based payment schemes of the Company.
- Any remuneration paid to Non- Executive / Independent Directors for services rendered which are of professional in nature shall not be considered as part of the remuneration for the purposes of clause (b) above if the following conditions are satisfied:
 - The Services are rendered by such Director in his capacity as the professional; and
 - In the opinion of the Committee, the director possesses the requisite qualification for the practice of that profession.

9. GENERAL BODY MEETINGS

Financial year ended	Date & Time	Venue	Nature	Special Resolutions passed
31 March, 2024	24 th day of September 2024 at 3:00 p.m	‘Heera Plaza’, 4th Floor, Near Telephone Exchange Square, Central Avenue, Nagpur	Annual General Meeting	<ol style="list-style-type: none"> To appoint Mr. Vijaykumar Mulchandji Sarda (DIN: 10727783), as an Independent Director of the Company. To appoint CA. Rajesh Nandkishore Sarda (DIN: 10727785), as an Independent Director of the Company. To appoint CS. Surabhi Pankaj Gandhi (DIN: 10729302), as an Independent Director of the Company.

31 March, 2023	27 th day of September 2023 at 3:00 p.m	'Heera Plaza', 4th Floor, Near Telephone Exchange Square, Central Avenue, Nagpur	Annual General Meeting	No special resolutions passed
31 March, 2022	28 th day of September, 2022 at 3:00 p.m	'Heera Plaza', 4th Floor, Near Telephone Exchange Square, Central Avenue, Nagpur	Annual General Meeting	1. Continuation of appointment of Mr Punamchand Malu (Din:00301030) as an Executive Managing Director & CEO (the whole time key managerial personnel) of the Company

During the financial year 2024-25 under review, no resolutions were passed by the shareholders through postal ballot. No resolution is proposed to be passed through postal ballot.

MEANS OF COMMUNICATION

We regularly interact with the shareholders through the multiple channels of communication such as publication of notices, results, annual Reports and our website at www.malupaper.com.

- All the communication, may it be results or notices etc, by way of News Papers is published in Loksatta, a Marathi daily newspaper in [Maharashtra](#) and Indian express - The English newspaper published in Nagpur.
- Financials are furnished to BSE and NSE within the time specified under Regulation 33 of SEBI(LODR) Regulations, 2015 and simultaneously, they are also put on the Company's website can be accessed at <https://www.malupaper.com/investors/>
- Event based news releases are posted on our website and also furnished to the Stock Exchange.
- No presentations were made to institutional investors or to the analysts during the financial year under review.
- The company promptly informs Stock Exchange about all the price sensitive information and all such other matters which in our opinion are material and relevant for the shareholders.
- The Company's website: <https://www.malupaper.com/investors/> contains separate section for investors where shareholders information is made available.

• GENERAL SHAREHOLDERS INFORMATION

a. Thirty-Second Annual General Meeting:

Date : 21st August, 2025.

Time : 3.00 PM

Venue: The AGM will be held at the registered office of the Company at 'Heera Plaza, 4th Floor, Near Telephone Exchange Square, Central Avenue, Nagpur.

Dates of Book Closure:

14th August 2025 to 21st August 2025 (both days inclusive).

b. Financial Calendar of the Company:

The Financial Year covers the period from April 1, 2024 to March 31, 2025.

Financial Reporting for 2025-2026 (Tentative)

First Quarter results (April - June)	On or before August 14, 2025
Second Quarter results (July – Sept)	On or before November 14, 2025
Third Quarter results (Oct – Dec)	On or before February 14, 2026
Annual Results audited (Audited)	On or before May 30, 2026

c. Dividend Payment date:

No Dividend recommended for FY 2024-25 by the Board.

d. Listing on Stock Exchanges:

The equity shares of the Company are listed on The Bombay Stock Exchange Limited and the National Stock Exchange of India. The requisite annual listing fees for the year 2024-25 and 2025-26 have been paid in full to the Stock Exchanges.

e. Stock Code:

ISIN (Equity Shares) in NSDL and CDSL - INE383H01017
The Bombay Stock Exchange Ltd. -532728
National Stock Exchange of India Ltd.-MALUPAPER

f. Registrar and Transfer Agents:

MUFG Intime India Private Limited
C-101, Embassy 247, L.B.S. Marg,
Vikhroli (West), Mumbai – 400 083
Tel. No. 022-49186000
Fax No. 022- 49186060
Email: mumbai@in.mpms.mufg.com

g. Share Transfer System:

Trading in Equity Shares of the Company is permitted only in dematerialized form. Share transfers in physical form are registered and returned within 15 days from the date of receipt of documents in order in all respects, except in certain cases due to some technical reasons. All the shares transfer are processed by the Registrar and Transfer Agents (MUFG Intime India Private Limited.)

h. Distribution of Equity Shareholding as on 31-03-2025:

Shareholding of Shares			Share holders		Total Shares	
			Number	%	Shares	%
1	-	500	8467	84.48	1001240	5.87
501	-	1000	799	7.97	651665	3.82
1001	-	2000	363	3.63	555369	3.26
2001	-	3000	140	1.39	354653	2.08
3001	-	4000	61	0.61	218402	1.28
4001	-	5000	41	0.41	197132	1.16
5001	-	10000	63	0.63	458566	2.68
10001	And	Above	88	0.88	13622223	79.85
TOTAL			10022	100.0000	1,70,59,250	100.0000

i. Shareholding Pattern as on 31-03-2025:

Category	No. of Shares held	% of Share holding
Individual/HUF promoters	8323329	48.79
Promoters Corporate Bodies	3584024	21.01
Indian Public	5096592	29.88
NRIs	55305	0.32
TOTAL	17,059,250	100.00

j. Dematerialisation of Shares:

As at 31st March 2025, 1,70,58,848(99.99%) of total equity capital was held in electronic form with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL). The Company's Equity Shares have to be compulsorily traded in the electronic form. Requests for dematerialization of shares are processed and confirmed within 7 days.

No GDRs, ADRs or warrants have been issued by the Company.

k. Outstanding GDRs/ADRs/Warrants or any convertible instruments, conversion date and likely impact on Equity

Not applicable as the Company has not made any such issue.

l. Commodity price risk or foreign exchange risk and hedging activities:

During the year under review, the Company was not exposed to any significant Foreign Exchange Risk and hence there was no need to enter into any Hedging arrangements.

m. Registered Office and Address of Correspondence:

Heera Plaza, 4th Floor,
Near Telephone Exchange,
Central Avenue,
Nagpur – 440 008 (MS)
Tel. No: (0712) 2760308; 2778506
Fax. No. (0712) 2760310
Email: info@malupaper.com ; contacts@malupaper.com

n. Plant Locations:

Kraft Division

Village: Borujwada,
Taluka: Saoner
Saoner Road.
District: Nagpur.

Newsprint & Writing Printing Division

Village: Heti Surla
Taluka: Saoner
Nagpur Bhopal Highway
District: Nagpur.

OTHER DISCLOSURES:

- I. There are no materially significant related party transactions of the Company, which have a potential conflict with the interest of the company at large.

The Policy on related party transactions as approved by the Board may be viewed on the Company's website at the web link: www.malupaper.com

- II. **Details of non-compliances, penalties and strictures by Stock Exchanges / SEBI / Statutory Authorities on any matter related to capital markets during the last three years:**

During the year under review 1 one action taken against the company by BSE & NSE both for late filing of RPT disclosures and the Company has duly paid the penalty, amounting to Rs. 5900/- each to both exchanges (incl of GST).

During the Fy 2023-2024 1 action taken against the company by BSE for late filing of Annual report and the Company has duly paid the penalty, amounting to Rs. 54,280.

III. Whistleblower Policy

The Company has implemented the vigil mechanism policy to report genuine concerns. The policy provides for adequate safeguards against victimization of persons who use such mechanism and makes provision for direct access to the chairperson of the audit committee in appropriate or exceptional cases.

During the year, none of such personnel have been denied access to the audit committee. The whistle blower policy of the Company can be accessed through its website www.malupaper.com

IV. Details of compliances with mandatory requirements of corporate governance and adoption of non-mandatory requirements:

All mandatory requirements of corporate governance have been complied with.

V. Subsidiary:

The Company does not have any Material Non-Listed Indian Subsidiary as defined under Regulation 16 of SEBI Listing Regulations.

VI. Details of utilization of funds raised through preferential allotment or qualified institutions placement as specified under Regulation 32 (7A):

During the year under review, the Company has not raised any amount through preferential allotment or qualified institutional placement.

VII. Certificate from a company secretary in practice:

The Company has obtained a Certificate pursuant to the Regulation 34(3) read with Schedule V of the Listing Regulations, from a Practicing Company Secretary, confirming that none of the Directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as Directors of companies either by Securities and Exchange Board of India or the Ministry of Corporate Affairs or any other Statutory Authorities. The said certificate forms part of this report.

VIII. Where the board had not accepted any recommendation of any committee of the board which is mandatorily required, in the relevant financial year:

There are no such instances during the year and the Board considered and accepted the recommendations of all the Committees.

IX. Total fees for all services paid by the listed entity, on a consolidated basis, to the statutory auditors, M/s. Demble Ramani & Co, Chartered accountants is Rs. 3,00,000/- (Excluding of GST).

X. Disclosures in relation to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013

The Company has in place an Anti-Sexual Harassment Policy in line with the requirements of the Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013. The Internal Complaints Committee (ICC) has been set up to redress complaints received regarding sexual harassment. All employees (permanent, contractual, temporary, trainees) are covered under this Policy.

The following is the Summary of sexual harassment complaints received and disposed-off during the financial year 2024-25 ended 31st March 2025: -

	No of Complaints Outstanding as on April 01, 2024	No of Cases received during the year	No of Cases resolved during the year	Pending as on March 31, 2025
Number of Complaints	Nil	Nil	Nil	Nil

XI. Disclosures by listed entity and its subsidiaries of ‘Loans and advances in the nature of loans to firms/companies in which directors are interested: -

The Company does not have any subsidiary and has not given any loans and advances in the nature of Loans to Firms/companies in which Directors are interested.

XII. Non-compliance of any requirement of corporate governance report, with reasons thereof:

All the corporate governance requirements are complied with to the extent applicable to the Company.

XIII. Disclosure of agreement binding on listed entities

There is no agreement entered into parties as specified in Close 5A to para A of Part A of schedule III to SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015

XIV. Disclosure on Non-Compliance of Corporate Governance

There was no such non-compliance made by the Company on corporate governance as required under sub- paras (2) to (10) of Part C of Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

XV. Code of conduct for prevention of Insider trading

In Compliance with the requirements of the SEBI (Prohibition of Insider Trading) Regulations, 2015 and Companies Act, 2013 the Company has adopted a Code of Conduct for Prevention of Insider Trading with a view to regulate trading in securities by the Directors, KMPs and designated employees.

XVI. Disclosures of compliance with corporate governance requirements specified in Regulation 17 to 27 and clauses (b) to (i) of sub-regulation (2) of Regulation 46 are as follows:

XVII.

Regulation	Particulars of regulations	Compliance
17	Board of directors	Yes
18	Audit committee	Yes
19	Nomination and Remuneration committee	Yes
20	Stakeholders Relationship committee	Yes
21	Risk Management committee	N.A
22	Vigil mechanism	Yes
23	Related party transactions	Yes

24	Corporate Governance requirements with respect to Subsidiary of list identity	N.A
25	Obligations with respect to independent directors (to the extent applicable	Yes
26	Obligation with respect to Directors and Senior Management (to the extent applicable)	Yes
27	Other Corporate Governance requirements (to the extent applicable)	Yes
46(2)(b) to (i)	Website	Yes

**CEO / CFO CERTIFICATE UNDER REGULATION 17(8) OF SEBI (LODR)
REGULATIONS 2015**

**To,
The Board of Directors
Malu Paper Mills Ltd.**

We, **Punamchand Malu**, Managing Director and Chief Executive Officer, and **Prakash Modi**, Chief Financial Officer, to the best of our knowledge and belief, certify that:

- (a) We have reviewed financial statements and the cash flow statement for the financial year 2024-25 and that to the best of our knowledge and belief, we state that:
 - i. These statements do not contain any materially untrue statement nor omit any material fact or contain statements that might be misleading;
 - ii. These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- (b) There are, to the best of our knowledge and belief, no transactions entered into by the Company during the period ended 31st March 2025 which are fraudulent, illegal or violate the Company's code of conduct.
- (c) We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and we have disclosed to the auditors and the audit committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- (d) We have indicated to the auditors and the Audit committee
 - i. Significant changes in internal control over financial reporting during the year;
 - ii. Significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - iii. Instances of significant fraud of which we have become aware and the involvements therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

Date: 23/07/2025

Place : Nagpur

Punamchand Malu
Managing Director & CEO

Prakash Modi
CFO

**DECLARATION REGARDING COMPLIANCE BY BOARD MEMBERS AND SENIOR
MANAGEMENT PERSONNEL WITH THE COMPANY'S CODE OF CONDUCT**

To,
The Members of
Malu Paper Mills Limited

I, Punamchand Malu, Managing Director & CEO of the Company, hereby confirm pursuant to SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, that

The Board of Directors of Malu Paper Mills Limited has laid down a code of conduct for all the Board Members and Senior Management Personnel of the Company.

The said code of conduct has also been posted on Company's website i.e. www.malupaper.com. All the Board members and senior management personnel have affirmed their compliance with the said code of conduct for the year ended on March 31, 2025

For the purpose of this declaration, Senior Management Personnel means the Chief Financial Officer, Mr. Prakash Modi and the Company Secretary, CS. Mayuri Asawa as on March 31, 2025.

Date : 23/07/2025
Place : Nagpur

Punamchand Malu
Managing Director & CEO

Auditors' Certificate on compliance with the conditions of Corporate Governance under Regulation 17 to 27 & 46(2) and paragraphs C, D and E of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
The Members
Malu Paper Mills Limited

We have examined the compliance of corporate governance by Malu Paper Mills Limited ("the Company") for the year ended on March 31, 2025, as per the relevant provisions of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations') for the period ended on March 31, 2025.

The compliance of conditions of corporate governance is the responsibility of the management. This responsibility includes the design, implementation and maintenance of internal controls and procedures to ensure compliance with the conditions of the Corporate Governance stipulated in the Listing Regulations.

Our examination is limited to review of procedures and implementation thereof, as adopted by the Company for ensuring compliance with conditions of corporate governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

We have examined the books of account and other relevant records and documents maintained by the Company for the purposes of providing reasonable assurance on the compliance with Corporate Governance requirements by the Company.

We have carried out an examination of the relevant records of the Company in accordance with the Guidance Note on Certification of Corporate Governance issued by the Institute of Chartered Accountants of India (the ICAI), the standards on Auditing specified under section 143 (10) of the Companies Act 2013, in so far as applicable for the purpose of this certificate and as per the Guidance Note on Reports or Certificates for Special Purposes issued by the ICAI which requires that we comply with the ethical requirements of the Code of Ethics issued by the ICAI.

We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.

Based on our examination of the relevant records and according to the information and explanations provided to us and the representations provided by the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in regulations 17 to 27 and clauses (b) to (i) of Regulation 46(2) and Para C and D of Schedule V of the Listing Regulations for the year ended March 31, 2025.

We state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

**FOR DEMBLE RAMANI & CO.
CHARTERED ACCOUNTANTS
FRN: 105487W**

**Place: Nagpur
Date: 23.07.2025**

**CA ASHOK RAMANI
PARTNER
M. No. 030537
FRN :102259W
UDIN:25030537BMMLZX7874**

CERTIFICATE ON NON-DISQUALIFICATION OF DIRECTORS
(Pursuant to Regulation 34 (3) and Schedule V Para C Clause (10) (i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

To,

The Members of
Malu Paper Mills Limited
Heera Plaza, 4th Floor,
Near Telephone Exchange Square,
Central Avenue, Nagpur-440008

I have examined the relevant registers, records, forms, returns and disclosures received from the Directors of Malu Paper Mills Limited (hereinafter referred to as 'the Company') having CIN - L15142MH1994PLC076009 and having Registered Office at 'Heera Plaza, 4th Floor, Near Telephone Exchange Square, Central Avenue, Nagpur-440008; for the purpose of issuing this certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub-clause 10 (i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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

Sr. No.	Name of Director	DIN	Date of appointment in Company
1.	Mr. Poonamchand Ramlal Malu	00301030	11/01/1994
2.	Mr. Banwari Bhanwarlal Malu	00301297	11/01/1994
3.	Mr. Vasudeo Bhanwarlal Malu	00301313	11/01/1994
4.	Mr. Purshottam Ramlal Malu	01720007	09/11/2020
5.	CA. Sahil Shankar Agrawal	02690403	09/11/2020
6.	Mr. Vijaykumar Mulchandji Sarda	10727783	25/09/2024
7.	CA. Rajesh Nandkishore Sarda	10727785	25/09/2024
8.	CS. Surabhi Pankaj Gandhi	10729302	25/09/2024

Date: 23/07/2025

Place: Nagpur

Ramachandran Iyer
Practicing Company Secretary
M.No. FCS 5255 & CP No.: 3773
UDIN: **F005255G000844522**

INDEPENDENT AUDITOR'S REPORT

TO,
THE MEMBERS OF
MALU PAPER MILLS LIMITED

REPORT ON THE AUDIT OF THE STANDALONE FINANCIAL STATEMENTS

Opinion

We have audited the accompanying standalone financial statements of **MALU PAPER MILLS LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March 2025, the Statement of Profit and Loss (including other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the Standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2025, the loss and total comprehensive loss, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

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

Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

Key Audit Matters	How our audit addressed the key audit matter
<u>Deferred Tax</u> As disclosed in note no. 6 the company has recognized deferred tax assets in respect of certain deductions on account of provision	Reviewed the assumptions made by management for uncertain current and deferred tax positions to assess whether appropriate current and deferred tax

<p>for post-Retirement, the extent that it is probable that we get tax benefits in future. This requires management judgement in estimating future taxable income and is accordingly a key audit matter.</p>	<p>provisions have been recognised and are based on the most probable outcome. We found the disclosures relating to the income tax and deferred tax balances to be appropriate.</p>
<p><u>Related Party Transactions</u></p> <p>The Company has related party transactions which include Sales / Purchases of Goods / Services / Loans & Advances to its Associates and other related parties.</p> <p>We focused on identification and disclosure of related parties in accordance with relevant Indian Accounting Standards as a key audit matter. This matter assumes significance in view of the indirect acquisition pursuant to the provisions of the SEBI (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 for having received open offer from the Acquirer to take over the controlling interest which was completed subsequently.</p>	<p>Our audit procedures amongst others included the following:</p> <p>Evaluated the design and tested the operating effectiveness of controls over identification and disclosure of related party transactions, obtained a list of related parties from the Company's Management consequent to Indirect Acquisition traced the same to declarations given where applicable and tested transactions based on such declarations given by the related parties as detailed in Note 27 of the standalone Ind AS financial statements which were verified for compliance with secretarial and other relevant laws.</p>

Emphasis of Matter

We draw attention to Note No. 39 of the financial statements, the Company has reported a net loss of ₹1,212.65 lakhs for the year ended 31st March, 2025, resulting in a negative net worth of ₹572.17 lakhs as at the end of the financial year. This adverse financial position is primarily attributable to the prolonged challenging economic and market conditions prevailing across the paper industry during the year.

In response, the Management has initiated several strategic measures, including a shift in product mix, with a focus on cost optimization, improved operational efficiency, and revenue enhancement. The Management's comprehensive turnaround strategy, coupled with the promoter's intention to infuse additional funds, reflects a strong commitment to restoring profitability and enhancing stakeholder value.

In the opinion of the management, these initiatives are expected to significantly improve the Company's operational and financial performance in the foreseeable future. Accordingly, the financial statements have been prepared on a going concern basis.

Our Opinion is not modified in this Regard.

Other Information

The Company's management and Board of Directors are responsible for the preparation of other information. The other information comprises the information included in the Director's Report but does not include the financial statements and our auditor's report thereon.

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

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider

whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of our audit, or otherwise appears to be materially misstated.

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

Responsibilities of Management for the Standalone financial statements

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

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

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

Those Board of Directors are also responsible for overseeing the company's financial statements process.

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

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system, in relation

to the financial statements, in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

- (i) planning the scope of our audit work and in evaluating the results of our work; and
- (ii) to evaluate the effect of any identified misstatements in the financial statements.

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

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the **Annexure "A"**, a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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

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

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

(c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of change in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account of the company.

(d) In our opinion, the aforesaid standalone financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015.

(e) On the basis of the written representations received from the directors as on 31st March, 2025 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2025 from being appointed as a director in terms of Section 164(2) of the Act.

(f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in **“Annexure B”**.

(g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the Company has not paid any remuneration to its directors during the year.

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

(i) The company has disclosed the impact of pending litigations on its financial position in its standalone financial statements (Refer Note 32(iv) to the Standalone Financial Statements).

(ii) The company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.

(iii) There was no requirement of transfer of funds to Investor Education and Protection Fund by the Company during the year.

(iv) a) The Management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) (Refer Note 38e to the Standalone Financial Statements) by the Company to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether

recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Company or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

b) The Management has represented that, to the best of its knowledge and belief, no funds have been received by the Company (Refer Note 38f to the Standalone Financial Statements) from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Funding Parties or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

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

(v) The Company has not declared and paid dividend during the current year and previous year and as such compliance with section 123 of the Act is not applicable.

(vi) Based on our examination, which included test checks, the company has used accounting software for maintaining its books of accounts for the financial year ended March 31,

2025 which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with

**FOR DEMBLE RAMANI & CO.
CHARTERED ACCOUNTANTS**

**CA ASHOK RAMANI
PARTNER**

MEM NO.: 030537

FRN :102259W

PLACE: NAGPUR

DATE: 23-05-2025

UDIN: 25030537BMMLZN1022

“Annexure A” to the Independent Auditors’ Report of even date on the Standalone financial statements of MALU PAPER MILLS LIMITED

Referred to in paragraph 1 under the heading ‘Report on Other Legal & Regulatory Requirement’ of our report of even date to the standalone financial statements of the Company for the year ended March 31, 2025:

1. (a) (i) Though, the Company has maintained Property Plant & Equipment records they are not showing full particulars, including quantitative details and situation of Property, plant & equipment. The Management is in process of updating records showing full particulars including quantitative details and situations of Property Plant & Equipment.
(ii) The Company doesn’t have any intangible assets as on Balance Sheet date so the relevant provisions are not applicable
- (b) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has verified property, plant and equipment at the year end. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of freehold immovable properties are held in the name of the Company and those taken on lease are disclosed as fixed asset in the financial statements, the lease agreements are in the name of the Company, wherein the Company is the lessee in the agreement.

- (d) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not revalued its property, plant and equipment (including right of use assets) or intangible assets or both during the year.
 - (e) According to the information and explanations given to us and based on our examination of the records of the Company, there are no proceedings initiated or pending against the Company as at March 31, 2025 for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.
2. (a) According to the information and explanations given to us, The stock of Finished Goods, Raw Materials, Stores and consumables were physically verified by the Management at year end, the procedure of physical verification of stocks followed by the management during the year was reasonable and adequate in relation to the size of the Company and the nature of its business. The Company has maintained proper records of inventories. The discrepancies noticed on verification between the physical stocks and book records were not material and have been properly dealt with in the books of account.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks on the basis of security of current assets. In our opinion, the quarterly returns or statements filed by the Company with such banks or financial institutions are in agreement with the books of account of the Company.

3. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any investments, provided guarantee or security or granted any advances in the nature of loans, secured or unsecured, to companies, firms, limited liability partnerships or any other parties during the year.
4. In our opinion and according to the information and explanations given to us, the Company has not made loans, investments and guarantees as per the provisions of section 185 and 186 of the Act
5. The Company has not accepted any deposits or amounts are deemed to be deposits. Hence, reporting under clause 3(v) of the order is not applicable.
6. We have broadly reviewed the books of account maintained by the Company pursuant to the rules prescribed by the Central Government for maintenance of cost records under section 148 (1) of the Companies Act, 2013 in respect of its manufactured goods and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained. However, we have not carried out detailed examination of the records with a view to determine whether these are accurate or complete.
7. (a) According to information and explanations given to us and based on our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Goods and service tax, Income-Tax and any other statutory dues with the appropriate authorities and no undisputed amounts payable in respect of the above were in arrears as at March 31, 2025 for a period of more than six months from the date on when they become payable.

- (b) According to the information and explanation given to us, there are no statutory dues which are outstanding on account of any dispute at the end of the year.
8. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year.
9. (a) The Company has not defaulted in repayment of the loans or other borrowings or in the payment of interest thereon to any lender during the year.
- (b) The Company has not been declared a willful defaulter by any bank or financial institution or government or government authority.
- (c) The Company has raised money by way of term loans during the year and the funds raised were applied for the purpose for which the loans were obtained and there was no diversion of amounts.
- (d) On an overall examination of the standalone financial statements of the Company, no funds raised on short-term basis have, prima facie, been applied for long term purpose.
- (e) We report that the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries as defined under the Companies Act, 2013. Accordingly, clause 3(ix)(e) of the Order is not applicable.
- (f) We report that the Company has not raised loans during the year on the pledge of securities held in its subsidiaries as defined under the Companies Act, 2013. Accordingly, clause 3(ix)(f) of the Order is not applicable.

10. (a) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments. Accordingly, the provisions of clause 3 (x)(a) of the Order are not applicable to the Company and hence not commented upon.
- (b) The Company has not made any preferential allotment or private placement of shares during the year and hence reporting under clause 3(x)(b) of the order is not applicable.
11. (a) Based upon the audit procedures performed and the information and explanations given by the management, considering the principles of materiality outlined in the Standards on Auditing, we report that no fraud by the Company or on the Company has been noticed or reported during the course of the audit.
- (b) According to the information and explanations given to us, no report under sub-section (12) of Section 143 of the Act has been filed in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government. In view of the above reporting under clause 3 (xi) (b) of the order is not applicable.
- (c) To the best of our knowledge and according to the information and explanations given to us, the company has not received whistle-blower complaints, during the year.
12. In our opinion, the Company is not a Nidhi Company. The provisions of clause 3 (xii) of the Order are not applicable to the Company.
13. In our opinion and according to the information and explanations given to us, the transactions with related parties are in compliance with Section 177 and 188 of the Companies Act, 2013, where applicable, and the details of the related party

transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.

14. (a) Based on the information and explanations provided to us and our audit procedures, in our opinion, the Company has an internal audit system commensurate with size and nature of its business.
- (b) We have considered the internal audit reports of the Company issued till date for the period under audit.
15. Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of Section 192 of the Act are not applicable to the Company.
16. (a) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clauses 3(xvi)(a) of the Order are not applicable.
- (b) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clauses 3(xvi)(b) of the Order are not applicable.
- (c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, clause 3(xvi)(c) of the Order is not applicable.
- (d) The Company is not part of any group (as per the provisions of the Core Investment Companies (Reserve Bank) Directions, 2016 as amended). Accordingly, the requirements of clause 3(xvi)(d) are not applicable.

17. The Company has incurred cash losses of Rs. 576.07 Lakhs during the financial year covered by our audit and no cash loss during the immediately preceding financial year.
18. There has been no resignation of the statutory auditors during the year. Accordingly, clause 3(xviii) of the Order is not applicable.
19. On the basis of Note 37 and 39 to the Financial Statements, the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the standalone financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.

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

20. The provision of Sec. 135 of Companies Act 2013 is not applicable to the company, accordingly reporting under-clause 3(x)(a) and (b) is not applicable.

**FOR DEMBLE RAMANI & CO.
CHARTERED ACCOUNTANTS**

**CA ASHOK RAMANI
PARTNER**

MEM NO.: 030537

FRN :102259W

PLACE: NAGPUR

DATE: 23-05-2025

UDIN: 25030537BMMLZN1022

“Annexure –B” to the Auditors’ Report

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

We have audited the internal financial controls over financial reporting of **MALU PAPER MILLS LIMITED** (“the Company”) as of 31st March 2025 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

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

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

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting with reference to these Standalone Ind AS financial statements and such internal financial controls over financial reporting were operating effectively as at 31st March 2025, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**FOR DEMBLE RAMANI & CO.
CHARTERED ACCOUNTANTS**

**CA ASHOK RAMANI
PARTNER**

MEM NO.: 030537

FRN :102259W

PLACE: NAGPUR

DATE: 23-05-2025

UDIN: 25030537BMMLZN1022

MALU PAPER MILLS LTD ; NAGPUR

BALANCE SHEET AS AT 31ST MAR'2025			
(Rs. In Lakhs)			
Particulars	Notes	As at 31st Mar 25	As at 31st Mar 24
ASSETS			
Non-Current Assets			
Property, Plant and Equipment	2	6,724.20	6,484.09
Capital work in progress	2	-	528.16
Investment properties		-	-
Intangible assets		-	-
Financial Assets:			
i. Investments	3	11.00	11.00
ii. Other	4	13.87	13.49
Other non-current Assets	5	32.26	32.26
Deffered Tax Asset (Net)	6	1,559.89	1,060.15
Total non-current assets		8,341.22	8,129.14
Current Assets			
Inventories	7	4,679.09	5,074.72
Financial Assets			
i. Trade Receivables	8	3,450.06	3,070.60
ii. Cash and Cash Equivalents	9	14.82	5.28
Equivalent	10	251.30	192.54
iv. Other financial assets		-	-
Other current assets	11	499.37	266.62
Total Current Assets		8,894.63	8,609.77
Total Assets		17,235.86	16,738.91
EQUITY AND LIABILITIES			
Equity			
Equity Share Capital	12	1,705.93	1,705.93
Other Equity	13	(2,278.09)	(1,026.14)
Total Equity		(572.17)	679.79
Liabilities			
Non-current liabilities			
Financial Liabilities			
i. Borrowings	14	849.11	1,247.77
Provisions	15	144.44	119.40
Other non-current liabilities		-	-
Total Non-Current liabilities		993.55	1,367.17
Current Liabilities			
Financial Liabilities			
i. Borrowings	16	13,327.73	11,870.18
ii. Trade Payables	17	2,859.31	2,573.22
iii. Other Financial Liabilities	18	276.60	23.05
Other current liabilities	19	350.84	225.50
Total Current Liabilities		16,814.47	14,691.95
Total Liabilities		17,808.03	16,059.13
Total Equity and Liabilities		17,235.86	16,738.91
Significant accounting policies			
Notes to the financial statements			
The notes referred to above form an integral part of the financial statements.			
For Malu Paper Mills Limited,		As per our Report of even date,	
		For Demble Ramani & Co.	
		Chartered Accountants	
Punamchand Malu	Banwarilal Malu	Prakash Modi	Mayuri Asawa
(Managing Director)	(Jt.Managing Director)	(CFO)	(Company Secretary)
(Din 00301030)	(Din 00301297)		
			Ashok Ramani
			Partner
			M.No. 030537
			FRN : 102259W
Place : Nagpur			UDIN: 25030537BMMLZN1022
Date : 23-05-2025			

MALU PAPER MILLS LTD ; NAGPUR

STATEMENT OF PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31TH MAR'2025			
Particulars	Note	For The Year Ended 31st Mar 25	For The Year Ended 31st Mar 24
CONTINUING OPERATIONS			
Revenue from Operations	20	27,788.82	27,444.08
Other Income	21	54.53	62.34
Total Income		27,843.34	27,506.42
Expenses			
Cost of Material Consumed	22	18,592.90	18,440.89
Changes in Inventories of Work in progress and Finished Goods	23	1,208.56	(1,385.86)
Employee benefit expenses	24	1,040.35	860.07
Depreciation and Amortization expense	2	532.83	500.79
Finance Costs	25	1,142.09	1,089.06
Other expenses	26	7,039.73	7,854.02
Total Expenses		29,556.46	27,358.97
Profit before exceptional items and tax		-	-
Exceptional items		-	-
Profit before tax		(1,713.11)	147.45
Income Tax expenses			
Current Tax		-	-
Mat Credit Entitlement		-	-
Deferred Tax		(499.95)	57.92
Income Tax for prior period			
Total tax expenses		(499.95)	57.92
Profit/(loss) for the period from continuing operations		(1,213.17)	89.53
Other Comprehensive Income			
Items that may be classified to Profit or Loss			
Items that will not be reclassified to Profit or Loss			
Remeasurement of employees benefit obligations		0.73	4.49
Income Tax relating to Items that will not be reclassified to Profit or Loss		(0.21)	(1.31)
Other Comprehensive Income for the period (net of tax)			
Total Comprehensive Income for the year		(1,212.65)	92.71
Earning Per Equity Share for profit from Continuing Operations			
Basic Earning per share (In `)		(7.11)	0.54
Diluted Earning per share (In `)		(7.11)	0.54
Significant accounting policies	1		
Notes to the financial statements	2-37		
The notes referred to above form an integral part of the financial statements.			
For Malu Paper Mills Limited,		As per our Report of even date, For Demble Ramani & Co. Chartered Accountants	
Punamchand Malu Banwarilal Malu Prakash Modi Mayuri Asawa (Managing Director) (Jt.Managing Director) (CFO) (Company Secretary) (Din 00301030) (Din 00301297)		Ashok Ramani Partner M.No. 030537 FRN : 102259W UDIN: 25030537BMMLZN1022	
Place : Nagpur			
Date : 23-05-2025			

MALU PAPER MILLS LTD ; NAGPUR

CASH FLOW STATEMENT FOR THE YEAR ENDED 31TH MARCH, 2025		
Particulars	For The Year Ended 31st Mar 2025	For The Year Ended 31st Mar 2024
Cash flow from Operating activities		
Profit before income tax from		
Continuing Operations	(1,713.11)	147.45
Non-Cash Income - Deffered Sales tax Incentive Packages (As per Ind AS 20)	(39.82)	(49.07)
Profit before income tax including discontinued operations	(1,752.94)	98.38
Adjustments for		
Depreciation and amortisation	532.83	500.79
Non-Cash Expense - Provision for Gratuity & OCI	25.77	20.17
Loss/(Gain) on disposal of Property, plant and equipment	-	-
Dividend and Security Deposit Interest	(0.81)	(0.79)
Accrued interest on FDR	(13.89)	(12.39)
Finance Costs	1,142.09	1,089.06
Net exchange differences		
Total	(66.95)	1,695.22
(Increase) / Decrease in trade receivables	(379.46)	(808.80)
(Increase) / Decrease in inventories	395.64	(973.62)
Increase /(Decrease) in Trade Liabilities and Other Financial Liabilities	664.98	676.94
(Increase) / Decrease in Other Financial Assets	-	-
(Increase)/Decrease in Other Current Assets (Excluding Income Tax)	(232.23)	338.73
Total	448.92	(766.75)
Cash generated from operations	381.97	928.47
Less: Income Tax paid	-	-
Net cash inflow from operating activities	381.97	928.47
Cash flow from investing activities		
Payments for property, plant and equipment	(244.79)	(775.66)
(Investment)/Redemption in Fixed Deposits	(58.76)	(8.45)
Change in Other Financial Assets	(0.39)	(0.70)
Change in Other Non Current Assets	-	(0.28)
Proceeds from sale of property, plant and equipments	-	21.12
Interest received & Dividend Received	14.70	13.18
Net Cash Flow from investing activities	(289.23)	(750.79)
Cash flow from financing activities		
Proceeds/Repayments of borrowings (Net)	1,058.88	914.13
Interest paid	(1,142.09)	(1,089.06)
Repayment of Other Non-Current Liabilities	-	-
Net cash inflow (outflow) from financing activities	(83.20)	(174.93)
Net increase (decrease) in cash and cash equivalents	9.53	2.75
Cash and Cash equivalents at the beginning of the financial year	5.28	2.54
Cash and cash equivalents at the end of the financial year	14.82	5.28
Note: A) The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in Ind AS 7 on 'Statement of Cash Flows'. B) Under Previous GAAP, bank overdrafts were presented as part of "Cash flows from financing activities" in the statement of cash flows. Under Ind AS, bank overdrafts are included as a component of cash and cash equivalents in the statement of cash flows.		
For Malu Paper Mills Limited.		As per our Report of even date, For Demble Ramani & Co. Chartered Accountants
Punamchand Malu Banwarilal Malu Prakash Modi Mayuri Asawa (Managing Director) (Jt.Managing Director) (CFO) (Company Secretary) (Din 00301030) (Din 00301297)		Ashok Ramani Partner M.No. 030537 FRN : 102259W UDIN: 25030537BMMLZN1022
Place : Nagpur Date : 23-05-2025		

MALU PAPER MILLS LTD; NAGPUR

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31st MARCH, 2025

A. Equity Share Capital

Particulars	(Rs. In Lakhs)	
	As at 31st March, 2025	As at 31st March, 2024
Balance as at the beginning of the year	170.59	1,705.93
Changes in equity share capital due to prior period errors	-	-
Restated balance as at the beginning of the year	170.59	1,705.93
Changes in equity share capital during the year	-	-
Balance as at the end of the year	170.59	1,705.93

B. Other Equity (Extract from Note no 13)						(Rs. In Lakhs)
Particular	Reserves and Surplus					Total
	General Reserve	Security Premium	Capital Grant (Deferred Sales tax Incentive Packages - As per Ind AS 20)	Retained Earning	OCI	
As at 31st March 2023	2,118.80	1,479.53	149.84	(4,827.57)	9.63	(1,069.78)
Net Profit/Loss for the period	-	-	-	89.53	3.19	92.71
Recognised in Statement of Profit and Loss Account	-	-	(49.07)	-	-	(49.07)
As at 31st March 2024	2,118.80	1,479.53	100.77	(4,738.05)	12.81	(1,026.14)
Net Profit/Loss for the period	-	-	-	(1,212.65)	0.52	(1,212.13)
Recognised in Statement of Profit and Loss Account	-	-	(39.82)	-	-	(39.82)
As at 31st March 2025	2,118.80	1,479.53	60.95	(5,950.70)	13.33	(2,278.09)

For Malu Paper Mills Limited.

As per our Report of even date,
For Demble Ramani & Co.
Chartered Accountants

Punamchand Malu Banwarilal Malu Prakash Modi Mayuri Asawa
(Managing Director) (Jt. Managing Director) (CFO) (Company Secretary)
(Din 00301030) (Din 00301297)

Place : Nagpur
Date : 23-05-2025

Ashok Ramani
Partner

M.No. 030537

UDIN: 25030537BMMLZN1022

Notes Forming Part of the Financial Statements

1. Corporate Information

Malu Paper Mills Limited ("the Company") is engaged in Manufacturing of Pulp & Paper.

The company is a public limited company incorporated and domiciled in India and has Registered Office at Heera Plaza, 4th Floor, Near Telephone Exchange, and Nagpur 440008. The Equity shares of the company are listed on Bombay Stock Exchange Limited (BSE) and National Stock Exchange Limited (NSE).

The Board of Directors approved the standalone financial statements for the year ended March 31, 2025 and authorize for issue on May 23, 2025.

2. Significant Accounting Policies

2.1 Basis of preparation

The financial statements of the company have been prepared and presented in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards)(Amendment) Rules, 2015 and the relevant provisions of the Companies Act, 2013 ("the Act").

These financial statements have been prepared and presented under the historical cost convention, on the accrual basis of accounting except for certain financial assets and financial liabilities that are measured at fair values at the end of each reporting period as stated in the accounting policies. The accounting policies have been applied consistently over all the periods presented in these financial statements.

2.2 Significant accounting judgments', estimates and assumptions:

The preparation of the financial statements in conformity with IND AS requires the management to make estimates, judgments' and assumptions. These judgments and assumptions affect the application of accounting policies and the reported amount of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and reported amount of revenues and expenses during the period. The application of accounting policies that require critical accounting estimates involving complex and subjective judgments and the use of assumptions in these financial statements have been disclosed below. Accounting estimates could change from period to period. Actual results could differ from those estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and if material, their effects are disclosed in the notes

Notes Forming Part of the Financial Statements

to the financial statements.

2.3 Current versus non – current classification:

All the assets and liabilities have been classified as current or non – current as per the Company's operating cycle and other criteria set out in the Schedule III to the Act. Based on the nature of the products and the time between the acquisition of assets for processing and their realization in cash and cash equivalents, the company has ascertained its operating cycle as 12 months for the purpose of current and non – current classification of assets and liabilities.

2.1 Property, Plant and Equipment (PPE)

- PPE are recognized 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. PPE (other than Freehold land and Capital Work-in-progress) are stated at cost less accumulated depreciation and impairment losses, if any. The initial cost of an asset comprises its purchase price, non-refundable purchase taxes and any costs directly attributable to bringing the asset into the location and condition necessary for it to be capable of operating in the manner intended by management, the initial estimate of any decommissioning obligation, if any. Cost includes qualifying assets, borrowing costs capitalized in accordance with the company's accounting policy.
- If significant parts of an item of PPE have different useful lives, then those are accounted as separate items (major components) of PPE.
- Material items such as spare parts, stand-by equipment and service equipment are classified as and when they meet the definition of PPE, as specified in IND AS 16 on "Property, Plant and Equipment".
- The carrying amount of an item of PPE, derecognized upon disposal or when no future economic benefit is expected to arise from its continued use. Any gain or loss arising on the recognition of an item of PPE is determined as the difference between the net disposal proceeds and the carrying amount of the item and is recognised in Statement of Profit and Loss.

Capital Work-in-Progress

Property, Plant and Equipment which are not ready for intended use on the date of balance sheet are disclosed as capital work-in-progress. It is carried at cost, such properties are classified and capitalized to the appropriate categories of Property, Plant and Equipment when completed and ready for intended use. Depreciation of these assets, will be provided on the same basis as other property assets are ready for their intended use.

Notes Forming Part of the Financial Statements

2.2 Depreciation

Depreciation on Property, Plant and Equipment (other than Freehold Land and Capital Work-in-progress) is provided on the Straight-Line Method in accordance with requirements prescribed under Schedule II to the Companies Act, 2013.

The Company has assessed the estimated useful lives of its PPE and has adopted the useful lives and residual value as prescribed therein.

Land under finance lease is amortised over the period of lease.

The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any change in estimate accounted for on a prospective basis.

2.3 Intangible Assets and Amortisation

Intangible assets are stated at acquisition cost, net of accumulated Amortisation and accumulated impairment losses, if any. Intangible assets are amortised on a straight line basis as per Schedule II of Companies Act, 2013.

The estimated useful life and amortizations method are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on a prospective basis.

2.4 Impairment of non-financial assets

At the end of each reporting period, the Company reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets may have been impaired. If any such indication exists, the recoverable amount, which is the higher of its value in use or its fair value less costs of disposal, of the asset or cash-generating unit, as the case may be, is estimated and impairment loss (if any) is recognised and the carrying amount is reduced to its recoverable amount. When it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash generating unit to which the asset belongs.

In assessing the value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

Intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for impairment at least annually, and whenever there is an indication that the asset may be impaired.

An impairment loss is recognised immediately in the Statement of Profit and Loss. When an impairment subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but up to

Notes Forming Part of the Financial Statements

the amount that would have been determined, had no impairment loss been recognized for that asset or cash generating unit. A reversal of an impairment loss is recognised immediately in the Statement of Profit and Loss.

2.5 Inventories

- Inventories are valued at lower of cost and net realizable value.
- Inventories comprise all costs of purchase, conversion and other costs incurred in bringing the inventories to their present location and condition.
- Cost of raw materials, packing materials, including materials in transit, work in process and finished goods are arrived at on the First in first out method of valuation, including manufacturing overheads wherever applicable.
- Net realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.

2.6 Statement of Cash Flows

Cash flows are reported using the indirect method, whereby net profit for the period is adjusted for the effects of transactions of 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 flows from operating, investing and financing activities of the Company are segregated.

For the purpose of presentation in the Statement of Cash Flows, cash and cash equivalents include cash on hand, cash at banks, other short-term deposits and highly liquid investments with original maturity of three months or less that are readily convertible into cash and which are subject to an insignificant risk of changes in value, as reduced by bank overdrafts.

2.7 Segment Reporting

- The Company identifies primary segments based on the dominant source, nature of risks and returns and the internal organisation and management structure. The operating segments are the segments for which separate financial information is available and for which operating profit / loss amounts are evaluated regularly by the Chief Operating Decision Maker (CODM) in deciding how to allocate resources and in assessing performance.
- The accounting policies adopted for segment reporting are in line with the accounting policies of the Company.
- Segment revenue, segment expenses, segment assets and segment liabilities have been identified to segments on the basis of their relationship to the operating activities of the segment.

2.8 Borrowing Costs

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to

Notes Forming Part of the Financial Statements

get ready for its intended use or sale are capitalized as part of the cost of the asset. All other borrowing costs are expensed in the period in which they are incurred. Borrowing costs consists of interest and other costs that an entity incurs in connection with the borrowing of funds. Borrowing costs also include exchange differences to the extent regarded as an adjustment to the borrowing costs.

2.9 Provisions, Contingent Liabilities and Contingent Assets

Provision is recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of obligation. Provision is not recognised for future operating losses.

Provision is measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. If the effect of the time value of money is material, the amount of provision is discounted using an appropriate pre-tax rate that reflects current market assessments of the time value of money and, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

A Contingent liability is disclosed in case of a present obligation arising from past events, when 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. A Contingent Liability is also disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company.

Contingent Assets are not recognised but where an inflow of economic benefits is probable, contingent assets are disclosed in the financial statements.

2.10 Revenue Recognition

Revenue is recognised to the extent that it is probable that the economic benefits of a transaction will flow to the Company and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the government.

Sale of Goods

Revenue from sale of goods is recognised upon transfer of significant risks and rewards of ownership of the goods to the customer, where neither continuing managerial involvement nor effective control over the goods sold is retained. Sales are exclusive Goods and Service Tax (GST). It is measured at fair value of

Notes Forming Part of the Financial Statements

consideration received or receivable, net of returns, rebates and discounts, Revenue consist of Freight Collected on Account of outward carriage of Goods

Rental Income

Rental Income is accounted as and when accrues.

Interest Income

Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a timely basis, by reference to the principal outstanding and at the effective interest rate applicable. 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 that financial asset.

Dividends

Dividend Income is accounted for when Company's right to receive income is established.

Duty Drawback

Income from duty drawback and export incentives is recognized on an accrual basis.

Sale of Carbon Credits

Income from sale of carbon credits are recognized on net of expenses basis. The company is recognizing the sale of carbon credit on actual realization basis.

2.11 Leases

The company evaluates if an arrangement qualifies to be a lease as per the requirements of IND AS 116.

2.12 Employee Benefits

(i) Short term employee benefits

Employee benefits such as salaries, wages, short term compensated absences, expected cost of bonus and ex-gratia falling due wholly within twelve months of rendering the service are classified as short-term employee benefits and are recognised as an expense at the undiscounted amount in the statement of profit and loss of the year in which the related service is rendered.

(ii) **Long-term benefits:**

- **Defined Contribution Plan:
Provident Fund:**

The eligible employees of the Company are entitled to receive post-employment benefits in respect of provident fund, in which both employees and the Company make monthly contributions at a specified percentage of the employee's eligible salary (currently 12%). The contributions are made to Employee provident fund account maintained with EPFO. The Company's contribution is charged to the statement of profit and loss as incurred.

- **Defined Benefit Plan:
Gratuity:**

The Company has an obligation towards post-employment benefit viz. gratuity, a defined benefits retirement plan covering eligible employees. Post-employment benefit is recognized as an expense in the statement of Profit & Loss in the year in which employee has rendered service. The expenses are recognized at present value of the amount payable as determined by using actuarial valuation techniques. Actuarial gain & loss on this are charged to statement of profit & loss account.

2.13 Taxes on Income

Income tax expense represents the sum of the tax currently payable and deferred tax.

Current Tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from 'profit before tax' as reported in the Statement of Profit and Loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The Company's current tax is calculated using applicable tax rates that have been enacted or substantively enacted by the end of the reporting period and the provisions of the Income Tax Act, 1961 and other tax laws, as applicable.

Deferred Tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences.

Notes Forming Part of the Financial Statements

Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised. Deferred income tax assets and liabilities are offset when there is a legally enforceable right to offset current income tax assets against current income tax liabilities and when deferred income tax assets and liabilities relate to the income tax levied by the same taxation authority on either the same taxable entity or different taxable entities where there is an intention to settle the balances on a net or simultaneous basis.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient future taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities. The maximum marginal income tax rate applicable to the company is used for the said calculation.

Current and Deferred Tax for the year

Current and deferred tax are recognised in profit or loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or directly in equity respectively.

2.14 Cash & Cash Equivalent:

Cash and Cash equivalent in the balance sheet comprises cash at banks and on hand and short term deposits with an original maturity of the three months or less, which are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalent consists of cash and short term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management. Bank overdrafts are shown within borrowings in current liabilities in Balance Sheet.

2.15 Earnings per Share

The basic earnings per share are computed by dividing the net profit attributable to the equity shareholders for the year by the weighted average number of equity shares outstanding during the reporting period. Diluted

Notes Forming Part of the Financial Statements

earnings per share is computed by dividing the net profit attributable to the equity shareholders for the year by the weighted average number of equity and dilutive equity equivalent shares outstanding during the year, except where the results would be anti-dilutive.

2.16 Foreign Currency Transactions

Transactions in foreign currencies are recognised at the rates of exchange prevailing at the dates of the transactions. At the end of each reporting period, monetary items denominated in foreign currencies are translated at the rates prevailing at that date.

Non-monetary items that are measured at historical cost denominated in a foreign currency are translated using the exchange rate as at the date of initial transaction. Exchange differences on monetary items are recognised in profit or loss in the period in which they arise.

2.17 Financial Instruments

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instruments.

Initial Recognition:

Financial assets and Financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at Fair Value through Profit or Loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised in the Statement of Profit and Loss.

Classification and Subsequent Measurement: Financial Assets

The Company classifies financial assets as subsequently measured at amortised cost, fair value through other comprehensive income ("FVOCI") or fair value through profit or loss ("FVTPL") on the basis of following:

- The entity's business model for managing the financial assets; and
- The contractual cash flow characteristics of the financial assets.

Amortized Cost:

A financial asset shall be classified and measured at amortised cost, if both of the following conditions are met:

- The financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows, and

Notes Forming Part of the Financial Statements

- The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Fair Value through Other Comprehensive Income:

A financial asset shall be classified and measured at FVOCI, if both of the following conditions are met:

- The financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets, and
- The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Fair Value through Profit or Loss:

A financial asset shall be classified and measured at FVTPL unless it is measured at amortised cost or at FVTOCI.

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

Classification and Subsequent Measurement: Financial liabilities:

Financial liabilities are classified as either financial liabilities at FVTPL or 'other financial liabilities'.

Financial Liabilities at FVTPL:

Financial liabilities are classified as at FVTPL when the financial liability is held for trading or are designated upon initial recognition as FVTPL.

Gains or Losses on liabilities held for trading are recognised in the Statement of Profit and Loss.

Other Financial Liabilities:

Other financial liabilities (including borrowings and trade and other payables) are subsequently measured at amortised cost using the effective interest method.

The effective interest method is a method of calculating the amortised cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the financial liability, or

Notes Forming Part of the Financial Statements

(where appropriate) a shorter period, to the net carrying amount on initial recognition.

Impairment of financial assets:

The impairment provisions for Financial Assets are based on assumptions about risk of default and expected cash loss rates. The company uses judgment in making these assumptions and selecting the inputs to the impairment calculation, based on Company's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.

The Credit Policy approved by the Company for bad debts considering past history of bad debts, instead of recognizing allowance for expected credit loss based on provision matrix, which uses an estimated default rate, the Company makes provision for doubtful debts based as specified by the Board. The Company will reassess the model periodically and make the necessary adjustments for loss allowance.

De recognition of financial assets:

The Company derecognizes a financial asset when the contractual rights to the cash flows from the asset expires, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party. If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognises its retained interest in the asset and an associated liability for amounts it may have to pay. If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognize the financial asset and recognizes a collateralized borrowing for the proceeds received.

On de-recognition of a financial asset in its entirety, the difference between the asset's carrying amount and the sum of the consideration received and receivable and the cumulative gain or loss that had been recognised in other comprehensive income and accumulated in equity is recognised in profit or loss if such gain or loss would have otherwise been recognised in profit or loss on disposal of that financial asset.

On de-recognition of a financial asset other than in its entirety (e.g. when the Company retains an option to repurchase part of a transferred asset), the Company allocates the previous carrying amount of the financial asset between the part it continues to recognize under continuing involvement, and the part it no longer recognizes on the basis of the relative fair values of those parts on the date of the transfer. The difference between the carrying amount allocated to the part that is no longer recognised and the sum of the consideration received for the part no longer recognised and any cumulative gain or loss allocated to it that had been recognised in other comprehensive income is recognised in profit or loss if such gain or loss would have otherwise

Notes Forming Part of the Financial Statements

been recognised in profit or loss on disposal of that financial asset. A cumulative gain or loss that had been recognised in other comprehensive income is allocated between the part that continues to be recognised and the part that is no longer recognised based on the relative fair values of those parts.

Financial liabilities and equity instruments:

- Classification as debt or equity:

Debt and equity instruments issued by the Company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

- Equity instruments:

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities.

Equity instruments issued by a Company are recognised at the proceeds received.

De recognition of financial liabilities:

The Company derecognizes a financial liability when its contractual obligations are discharged or cancelled or expired. The Company also derecognizes a financial liability when its terms are modified and the cash flows under the modified terms are substantially different.

Offsetting:

Financial assets and financial liabilities are offset and the net amount is reported in the 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 asset and settle the liability simultaneously.

Derivative Financial Instruments:

The Company enters mainly into foreign exchange forward contracts to mitigate the foreign currency exposure risk.

Derivatives are initially recognised at fair value at the date the derivative contracts are entered and are subsequently re measured to their fair value at the end of each reporting period. The resulting gain or loss is recognised in Statement of Profit and Loss immediately unless the derivative is designated and effective as a hedging instrument, in which event the timing of the recognition in Statement of Profit and Loss depends on the nature of the hedge relationship.

2.18 Research and Development:

Revenue expenditure on Research and Development is charged to Statement of Profit and Loss in the year in which it is incurred. Capital expenditure on Research and Development is considered as an addition to Property, Plant and Equipment/ Intangible Assets.

2.19 Critical Accounting Judgments and Key Sources of Estimation Uncertainty

The preparation of the financial statements requires the management to make judgments, estimates and assumptions in the application of accounting policies and that have the most significant effect on reported amounts of assets, liabilities, incomes and expenses, and accompanying disclosures, and the disclosure of contingent liabilities. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

Key estimates, assumptions and judgment's

The key assumptions concerning the future and other major sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below:

Income taxes

Significant judgments are involved in determining the provision for income taxes, including amount expected to be paid/recovered for uncertain tax positions as also to determine the amount of deferred tax that can be recognised, based upon the likely timing and the level of future taxable profits.

Property, Plant and Equipment/Intangible Assets

Property, Plant and Equipment/ Other Intangible Assets are depreciated/amortised over their estimated useful lives, after taking into account estimated residual value. The useful lives and residual values are based on the Company's historical experience with similar assets and taking into account anticipated technological changes or commercial obsolescence. Management reviews the estimated useful lives and residual values of the assets annually in order to determine the amount of depreciation/amortisation to be recorded during any reporting period. The depreciation/amortisation for future periods is revised, if there are significant changes from previous estimates and accordingly, the unamortised/depreciable amount is charged over the remaining useful life of the assets.

Notes Forming Part of the Financial Statements

Impairment of Financial Assets

The impairment provisions for financial assets are based on assumptions about risk of default and expected cash loss rates. The Company uses judgment in making these assumptions and selecting the inputs to the impairment calculations, based on the Company's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.

The Company reviews its carrying value of investments carried at amortised cost annually, or more frequently when there is indication for impairment. If the recoverable amount is less than its carrying amount, the impairment loss is accounted for.

Recoverability of Trade Receivables

Judgments are required in assessing the recoverability of overdue trade receivables and determining whether a provision against those receivables is required. Factors considered include the credit rating of the counterparty, the amount and timing of anticipated future payments and any possible actions that can be taken to mitigate the risk of non-payment.

Fair Value measurements of Financial Instruments

When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets (Net Assets Value in case of units of Mutual Funds), their fair value is measured using valuation techniques including the Discounted Cash Flow (DCF) model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgment is required in establishing fair values. Judgments include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

Impairment of Assets

The Company has used certain judgments and estimates to work out future projections and discount rates to compute value in use of cash generating unit and to access impairment. In case of certain assets independent external valuation has been carried out to compute recoverable values of these assets.

Provisions & Contingent liabilities

Provisions and liabilities are recognised in the period when it becomes probable that there will be a future outflow of funds resulting from past operations or events and the amount of cash outflow can be reliably estimated. The timing of recognition and quantification of the liability requires the application of judgment to existing facts and circumstances, which can be subject to change. The carrying amounts of provisions and liabilities are

Notes Forming Part of the Financial Statements

reviewed regularly and revised to take account of changing facts and circumstances.

The Company has adopted materiality threshold limits in the preparation and presentation of Financial statements as Given Below:

Threshold Limit	Accounting Policy for the same	Threshold Limit Value
Income / expenditure (net) in aggregate pertaining to prior year(s)	Income / expenditure (net) in aggregate pertaining to prior year(s) above the threshold limit are corrected retrospectively in the first set of financial statements approved for issue after their discovery by restating the comparative amounts and / or restating the opening Balance Sheet for the earliest prior period presented	One Lakh
Prepaid expenses in each case	Prepaid expenses up to threshold limit in each case, are charged to revenue as and when incurred.	One Lakh

MALU PAPER MILLS LTD; NAGPUR

NOTE 2 : Property Plant and Equipment & Capital WIP
As at 31st March, 2025

(Rs. in Lakhs)

Sr. No.	Fixed Assets	Gross Block				Accumulated Depreciation			Net Block	
		Balance as at 1 April 2024	Additions during the year	Disposal / Transfer during the year	Balance as at 31 Mar 2025	Balance as at 1 April 2024	Depreciation charge for the year	Balance as at 31 Mar 2025	Balance as at 31 Mar 2025	Balance as at 31 Mar 2024
a	Tangible Assets (Under Lease)									
1	Leasehold Land	85.73			85.73	16.24	0.90	17.15	68.58	69.49
b	Tangible Assets (Not Under Lease)									
1	Freehold Land	76.31			76.31	-	-	-	76.31	76.31
2	Factory Building	2112.52	0.38		2112.90	1158.42	68.01	1226.43	886.47	954.10
3	Office Building	7.03			7.03	2.91	0.11	3.02	4.01	4.12
4	Office Building (Ho)	10.66			10.66	3.38	0.16	3.55	7.11	7.28
5	Staff Quarters	17.13	0.25		17.38	7.47	0.26	7.73	9.64	9.66
6	Plant & Machinery	8978.98	699.06		9678.03	5201.86	317.41	5519.28	4158.75	3777.11
7	Furniture & Fixture	33.63	73.25		106.88	31.08	3.87	34.95	71.93	2.56
8	Office Equipment	10.02			10.02	7.71	0.21	7.93	2.10	2.31
9	Computers	19.27			19.27	19.27	0.00	19.27	0.00	0.00
10	Boiler	120.59			120.59	105.40	2.17	107.57	13.02	15.20
11	Captive Power Plant	2147.41			2147.41	1271.09	71.31	1342.41	805.01	876.32
12	Water Supply Equipments	2.53			2.53	2.53	0.00	2.53	0.00	0.00
13	Fire Fighting Equipments	2.14			2.14	1.72	0.05	1.77	0.37	0.43
14	Effluent Treatment	347.66			347.66	208.55	9.78	218.33	129.33	139.10
15	Electrical Installation	1203.71			1203.71	772.22	41.73	813.95	389.77	431.50
16	Crane, Weigh bridge, Workshop Equip.	252.92			252.92	157.53	8.77	166.29	86.62	95.39
17	Vehicles (Industrial)	22.40			22.40	2.72	2.03	4.75	17.65	19.68
18	Cars	233.89			233.89	230.76	5.82	236.58	-2.70	3.12
19	2 Wheelers	4.53			4.53	4.09	0.22	4.31	0.22	0.44
	Total Property Plant & Equipment	15689.06	772.94	0.00	16462.00	9204.96	532.83	9737.80	6724.20	6484.10
c	Capital Work In Progress	528.16	244.79	772.94	-	-	-	-	-	528.16
	Total Capital Work in Progress	528.16	244.79	772.94	-	-	-	-	-	528.16

Note: The title deeds of the immovable properties are held in the name of the Company

MALU PAPER MILLS LTD; NAGPUR

NOTE 2 : Property Plant and Equipment & Capital WIP As at 31st March, 2024

(Rs. in Lakhs)

Sr. No.	Fixed Assets	Gross Block				Accumulated Depreciation			Net Block		
		Balance as at 1 April 2023	Additions during the year	Disposal / Transfer during the year	Balance as at 31 Mar 2024	Balance as at 1 April 2024	Depreciation charge for the year	Disposal / Transfer during the year	Balance as at 31 Mar 2024	Balance as at 31 Mar 2024	Balance as at 31 Mar 2023
a	Tangible Assets (Under Lease)										
1	Leasehold Land	85.73			85.73	15.34	0.90		16.24	69.49	70.39
b	Tangible Assets (Not Under Lease)										
1	Freehold Land	76.31			76.31	-	-		-	76.31	76.31
2	Factory Building	2112.52			2112.52	1093.87	64.55		1158.42	954.10	1018.65
3	Office Building	7.03			7.03	2.80	0.11		2.91	4.12	4.23
4	Office Building (Ho)	10.66			10.66	3.22	0.16		3.38	7.28	7.44
5	Staff Quarters	17.13			17.13	7.21	0.26		7.47	9.66	9.92
6	Plant & Machinery	8921.31	57.67		8978.98	4905.34	296.52		5201.86	3777.11	4015.97
7	Furniture & Fixture	33.63			33.63	30.87	0.20		31.08	2.56	2.76
8	Office Equipment	10.02			10.02	7.50	0.21		7.71	2.31	2.52
9	Computers	19.27			19.27	19.27	0.00		19.27	0.00	0.00
10	Boiler	120.59			120.59	103.22	2.17		105.40	15.20	17.37
11	Captive Power Plant	2013.77	133.64		2147.41	1203.05	68.04		1271.09	876.32	810.72
12	Water Supply Equipments	2.53			2.53	2.53	0.00		2.53	0.00	0.00
13	Fire Fighting Equipments	2.14			2.14	1.66	0.05		1.72	0.43	0.48
14	Effluent Treatment	306.26	41.40		347.66	198.12	10.43		208.55	139.10	108.13
15	Electrical Installation	1203.71			1203.71	730.49	41.73		772.22	431.50	473.22
16	Crane, Weigh bridge, Workshop Equip.	252.92			252.92	148.76	8.77		157.53	95.39	104.16
17	Vehicles (Industrial)	7.60	14.80		22.40	2.09	0.63		2.72	19.68	5.51
18	Cars	261.33		27.45	233.89	231.27	5.82	6.33	230.76	3.12	30.06
19	2 Wheelers	4.53			4.53	3.87	0.22		4.09	0.44	0.66
	Total Property Plant & Equipment	15469.00	247.51	27.45	15689.06	8710.50	500.79	6.33	9204.96	6484.09	6758.50
c	Capital Work In Progress	-	528.16	-	528.16	-	-	-	-	528.16	-
	Total Capital Work in Progress	-	528.16	-	528.16	-	-	-	-	528.16	-

Note: The title deeds of the immovable properties are held in the name of the Company

MALU PAPER MILLS LTD; NAGPUR

NOTE	PARTICULARS	AS ON 31TH MAR' 2025 AMOUNT	AS ON 31ST MAR' 2024 AMOUNT
		(Rs. in Lakhs)	
3	<u>INVESTMENTS</u>		
A	Investment in Equity instruments (Unquoted)		
	Ganga Care Hospitals Ltd. (110000 Equity Shares of Rs. 10 each)	11.00	11.00
	Total :	11.00	11.00
The Investment valuation policy has been taken at Fair Value, in compliance with Para B.5.2.3 of Ind AS 109. Cost is taken as fair value for want of quote and liquidity.			
4	<u>Other Non Current Financial Assets</u>		
A	Fixed Deposit with Bank (Against Margin Money for Bank Guarantee)	13.49	13.12
B	Accrued Interest on Fixed Deposit with Bank	0.39	0.36
	Grand Total :	13.87	13.49
Fixed Deposits are Lien against the Bank Guarantee Given to Western Coalfields Limited.			
5	<u>Other Non Current Assets</u>		
A	Security Deposits		
	Unsecured, considered good Deposits with Government Authorities	32.26 -	32.26 -
	Total :	32.26	32.26
6	<u>Deffered Tax Assets (Net)</u>		
a	Deffered Tax Assets		
	Unabsorbed Depreciation and Business Loss Other Comprehensive Income Items	2,899.00	2,443.25
b	Deffered Tax Liability		
	Depreciation & Amortisation	1,339.11	1,383.10
	Total :	1,559.89	1,060.15

Income tax expense comprises of current and deferred income tax of current year in the statement of profit and loss. Deferred income tax assets and liabilities are recognized for all temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements.

MALU PAPER MILLS LTD; NAGPUR

NOTE	PARTICULARS	AS ON 31TH MAR' 2025 AMOUNT	AS ON 31ST MAR' 2024 (Rs. in Lakhs) AMOUNT
7	<u>INVENTORIES</u>		
a	Raw Materials and components (Valued at cost or NRV whichever is lower)	2,788.40	1,996.77
	Waste Paper - Indian Domestic	2,426.67	1,369.29
	Waste Paper - Imported	120.23	377.23
	Chemicals	241.50	250.25
b	Fuel (Valued at cost)	274.62	279.52
c	Packing Material (Valued at cost or NRV whichever is lower)	51.30	59.15
	Total (a+b+c) :	3,114.32	2,335.45
d	Finished goods (Valued at cost or NRV whichever is less)	691.81	1,900.37
	Finished Goods	626.29	1,848.75
	Stock In Process (Valued at estimated cost)	65.53	51.63
	Total (d) :	691.81	1,900.37
e	Stores & Spares (Valued at cost)	872.95	838.90
	Total (e) :	872.95	838.90
	Total (a+b+c+d+e) :	4,679.09	5,074.72

Note: Inventories have been hypothecated with banks against cash credit facility.

8 TRADE RECEIVABLES

	Secured, Considered Good	-	-
	Unsecured, Considered Good	3,450.06	3,070.60
	Considered Doubtful	62.96	62.96
b	Less: Allowance for bad and doubtful debts	(62.96)	(62.96)
	Total (a - b) :	3,450.06	3,070.60

MALU PAPER MILLS LTD; NAGPUR

Note: (A) Trade Receivables have been hypothecated with banks against cash credit facility.
 (B) Credit risk arising from trade receivables is managed in accordance with the Company's established policy with regard to credit limits, control and approval procedures. The Company provides for expected credit losses on trade receivables based on a simplified approach as per Ind AS 109. Under this approach, expected credit losses are computed basis the probability of defaults over the lifetime of the asset. This allowance is measured taking into account credit profile of the customer, geographical spread, trade channels, past experience of defaults, estimates for future uncertainties etc. Further, management believes that the unimpaired amounts that are past due by more than 180 days are still collectible in full, based on historical payment behaviour and extensive analysis of customer credit risk.

c Ageing of Trade Receivables

Particulars	As on 31st March, 2025					
	Outstanding for following periods from due date of payment					
	< 6 Months	6 Months to 1 Years	1 - 2 Years	2 - 3 Years	> 3 years	Total
Undisputed Trade Receivable	-	-	-	-	-	-
(i) Secured - Consider Good	3,169.72	74.72	22.05	15.54	168.03	3,450.06
(ii) Unsecured - Consider Good	-	-	-	-	62.96	62.96
(iii) Unsecured - Consider Doubtful	-	-	-	-	-	-
Total Debtors	3,169.72	74.72	22.05	15.54	230.99	3,513.02
Less : Allowance for doubtful debts/credit loss	-	-	-	-	(62.96)	(62.96)
Net Debtors	3,169.72	74.72	22.05	15.54	168.03	3,450.06

Particulars	As on 31st March, 2024					
	Outstanding for following periods from due date of payment					
	< 6 Months	6 Months to 1 Years	1 - 2 Years	2 - 3 Years	> 3 years	Total
Undisputed Trade Receivable	-	-	-	-	-	-
(i) Secured - Consider Good	2,900.22	13.90	15.56	133.91	7.01	3,070.60
(ii) Unsecured - Consider Good	-	-	-	53.79	9.18	62.96
(iii) Unsecured - Consider Doubtful	-	-	-	-	-	-
Total Debtors	2,900.22	13.90	15.56	187.69	16.19	3,133.56
Less : Allowance for doubtful debts/credit	-	-	-	(53.79)	(9.18)	(62.96)
Net Debtors	2,900.22	13.90	15.56	133.91	7.01	3,070.60

MALU PAPER MILLS LTD; NAGPUR

NOTE	PARTICULARS	AS ON 31TH MAR' 2025 AMOUNT	AS ON 31ST MAR' 2024 (Rs. in Lakhs) AMOUNT
9	<u>CASH AND CASH EQUIVALENTS</u>		
a	Cash in hand	14.82	5.28
	Total :	14.82	5.28
10	<u>Bank Balances other than Cash & Cash Equivalents</u>		
a	Fixed Deposits (Against Margin Money for Letter of Credit)	226.54	179.14
b	Accrued Interest on FDR	24.76	13.40
	Total	251.30	192.54
11	<u>Other Current Assets</u>		
	Unsecured, considered good		
a	Advances (against goods & services)	313.71	99.45
b	Advances (against capital goods)	8.68	5.62
c	Other Advances & Deposits	176.97	161.56
	Total :	499.37	266.62

MALU PAPER MILLS LTD; NAGPUR

NOTE	PARTICULARS	AS ON 31TH MAR' 2025		AS ON 31ST MAR' 2024	
		AMOUNT	(Rs. in Lakhs)	AMOUNT	
12	<u>SHARE CAPITAL</u>				
		Number		Number	
a	<u>Authorised</u>				
	Equity Shares of ` Rs.10 each	200.00	2,000.00	200.00	2,000.00
b	<u>Issued</u>				
	Equity Shares of ` Rs.10 each fully paid	170.59	1,705.93	170.59	1,705.93
c	<u>Subscribed & fully Paid up</u>				
	Equity Shares of ` Rs.10 each fully paid	170.59	1,705.93	170.59	1,705.93
	Total :	170.59	1,705.93	170.59	1,705.93
d	<u>Reconciliation of Number of Shares Outstanding :</u>				
	Shares outstanding at the beginning of the year	170.59	1,705.93	170.59	1,705.93
	Movement During the Year	-	-	-	-
	Shares outstanding at the end of the year	170.59	1,705.93	170.59	1,705.93
e	<u>Rights, preference & restriction attached to Equity Shares</u>				
	The company has only one class of equity Share. Each Shareholder is eligible for one vote per share. In the event of liquidation of company, the shareholders are entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution shall be in proportion to number of equity shares held by the shareholder.				
f	<u>Details of Shareholders, holding more than 5% of the Paid up Equity Share Capital of the Company with Voting Rights :</u>				
	Name of Shareholder	Number of Shares held	% of Holding	Number of Shares held	% of Holding
	Kaveridevi Jeetmal Malu	10.42	6.110	10.42	6.110
	Frontline Commercial Pvt. Ltd.	15.14	8.880	15.14	8.880
	Wistaria Farms Private Ltd	10.34	6.060	10.34	6.060

MALU PAPER MILLS LTD; NAGPUR

g Disclosure of aggregate number of equity shares for the period of five years immediately preceding from the Balance Sheet Date
(No. in Lakhs)

Particulars	2020-21	2021-22	2022-23	2023-24	2024-25
Shares outstanding at the beginning of the year	170.59	170.59	170.59	170.59	170.59
Movement During the Year	-	-	-	-	-
Shares outstanding at the end of the year	170.59	170.59	170.59	170.59	170.59

h Details of Shares held by Promoters

Name of Shareholder	Number of Shares as on 31st March, 2025	% of Holding	Number of Shares as on 31st March, 2024	% of Holding	% Change during the year
Frontline Commercial Pvt. Ltd.	15.14	8.88%	15.14	8.88%	0.00%
Kaveridevi Jeetmal Malu	10.42	6.11%	10.42	6.11%	0.00%
Wistaria Farms Private Ltd	10.34	6.06%	10.34	6.06%	0.00%
Vasudeo Malu	7.27	4.26%	7.27	4.26%	0.00%
Shashikala Malu	6.69	3.92%	6.69	3.92%	0.00%
Sunflame Fuels Pvt. Ltd	5.27	3.09%	5.27	3.09%	0.00%
Marigold Farms Pvt. Ltd.	4.13	2.42%	4.13	2.42%	0.00%
Suman Malu	4.04	2.37%	4.04	2.37%	0.00%
Punamchand R Malu	3.19	1.87%	4.02	2.36%	-0.49%
Banwarilal Malu	3.73	2.19%	3.73	2.19%	0.00%
Vasudeo Malu (Huf)	3.70	2.17%	3.70	2.17%	0.00%
Damodarlal Malu	0.00	0.00%	3.46	2.03%	-2.03%
Bharat Shrawankumar Malu	3.20	1.88%	3.20	1.88%	0.00%
Gajendra Jeetmal Malu	3.17	1.86%	3.17	1.86%	0.00%
Narayan Banwarilal Malu	3.04	1.78%	3.04	1.78%	0.00%
Purushottam Malu	7.28	4.27%	3.03	1.78%	2.49%
Shrawan Kumar Malu	6.79	3.98%	3.00	1.76%	2.22%
Manisha Banwarilal Malu	2.62	1.54%	2.62	1.54%	0.00%
Radheshyam Purushottam Malu	2.21	1.30%	2.21	1.30%	0.00%
Venugopal Punamchand Malu	2.18	1.28%	2.18	1.28%	0.00%
Ganpati Malu	0.00	0.00%	0.00	0.00%	0.00%
Anita Malu	2.16	1.27%	2.16	1.27%	0.00%
Kaushalya Malu	2.16	1.27%	2.16	1.27%	0.00%
Pushpa Malu	0.00	0.00%	2.16	1.27%	-1.27%
Sushila Malu	2.16	1.27%	2.16	1.27%	0.00%
Damodarlal Malu (Huf)	0.00	0.00%	1.58	0.93%	-0.93%
Punamchand Malu { Huf }	1.58	0.93%	1.58	0.93%	0.00%
Purushottam Malu (Huf)	1.58	0.93%	1.58	0.93%	0.00%
Shrawankumar Malu (Huf)	1.58	0.93%	1.58	0.93%	0.00%
Banwarilal Malu (Huf)	1.30	0.76%	1.30	0.76%	0.00%
Solar Carbons Pvt Ltd	0.97	0.57%	0.97	0.57%	0.00%
Ghasiram Jhumarlal Malu	0.50	0.29%	0.50	0.29%	0.00%
Shalini Venugopal Malu	0.50	0.29%	0.50	0.29%	0.00%
Kantadevi Shreevallabh Malu	0.01	0.01%	0.26	0.15%	-0.15%
Omprakash Jhumarlal Malu	0.16	0.09%	0.16	0.09%	0.00%
Total	119.07	69.80%	119.33	69.95%	-0.15%

MALU PAPER MILLS LTD; NAGPUR

NOTE 13 : Other Equity						(Rs. In Lakhs)
Particular	Reserves and Surplus					Total
	General Reserve	Security Premium	Capital Grant (Deffered Sales tax Incentive Packages - As per Ind AS 20)	Retained Earning	OCI	
As at 31st March 2021	2,118.80	1,479.53	268.28	(3,155.99)	(9.91)	700.71
Net Profit/Loss for the period Recognised in Statement of Profit and Loss Account			(65.22)	(626.22)	9.58	(616.64) (65.22)
As at 31st March 2022	2,118.80	1,479.53	203.05	(3,782.21)	(0.33)	18.85
Net Profit/Loss for the period Recognised in Statement of Profit and Loss Account			(53.22)	(1,045.37)	9.96	(1,035.41) (53.22)
As at 31st March 2023	2,118.80	1,479.53	149.84	(4,827.57)	9.63	(1,069.78)
Net Profit/Loss for the period Recognised in Statement of Profit and Loss Account			(49.07)	89.53	3.19	92.71 (49.07)
As at 31st March 2024	2,118.80	1,479.53	100.77	(4,738.05)	12.81	(1,026.14)
Net Profit/Loss for the period Recognised in Statement of Profit and Loss Account			(39.82)	(1,212.65)	0.52	(1,212.13) (39.82)
As at 31st March 2025	2,118.80	1,479.53	60.95	(5,950.70)	13.33	(2,278.09)
Nature and description of reserve						
(i) General Reserve - General reserve are free reserves of the company which are kept aside out of company's profits to meet the future requirements as and when they arise. The Company had transferred a portion of the profit after tax (PAT) to general reserve pursuant to the earlier provisions of Companies Act, 1956. Mandatory transfer to general reserve is not required under the Companies Act, 2013.						
(ii) Retained Earnings - Retained earnings are the accumulated profits earned by the Company till date, less transfer to general reserves, dividend (including dividend distribution tax) and other distributions made to the shareholders.						
(iii) Security Premium: It is created from amount collected on issue of shares in excess of the face value of such shares.						
(iv) Capital Grant: It is the value of deferred government grant to be recognised in Profit and Loss account over the period in which the entity recognises the related interest on the value of deferred sales tax liability which the grant is intended to compensate.						

MALU PAPER MILLS LTD; NAGPUR

NOTE	PARTICULARS	AS ON 31TH MAR' 2025 AMOUNT	AS ON 31ST MAR' 2024 AMOUNT
		(Rs. in Lakhs)	
14	<u>LONG-TERM BORROWINGS</u>		
a	<u>SECURED LOANS</u>		
	<u>(Consortium)</u>		
i	Bank of India, Mumbai	333.04	495.32
ii	Jammu & Kashmir Bank, Mumbai	61.55	89.77
iii	State Bank of India, Nagpur	147.53	221.39
	Total :	542.13	806.47
1	(Loans of Sr. No a (i) to (iii) of Note 14 are secured by :		
	1. Primary : First pari passu charge on the entire Fixed Assets of the Company both present & future.		
	2. Collateral : Second pari passu charge on entire current assets of the company and First pari passu charge by way of equitable mortgage of Land and Plant & Machinery of Solar Carbon Pvt Ltd.		
	3. Guarantee : Personal guarantee of Directors Shri Punamchand Malu & Shri Banwarilal Malu and corporate guarantee of Solar Carbons Pvt Ltd.)		
2	There is no default in repayment of principal loan or interest thereon.		
b	Deffered Sales Tax (Unsecured Loan)	306.99	441.30
	Total :	306.99	441.30

DETAILS OF RATE OF INTEREST & TERMS OF REPAYMENT OF DEFERRED SALES TAX

REPAYMENT SCHEDULE	Repayable after 1 year from the date of Balance Sheet	Repayment in FY 25-26	Terms of Payment-	Rate of interest
Deffered Sales Tax	306.99	69.15	1st May Annually	Based on the schedule of Early Repayment option provided by the Government.

The company had received interest free Sales Tax Deferral of under the Package Schemene of Incentive scheme of the government, which is outstanding to the extent of Rs.15,25,12,990 Under Ind AS, at the date of transition, the company recognised the said financial liability at fair value with the differential to be spread over the tenure of the deferral.

MALU PAPER MILLS LTD; NAGPUR

NOTE	PARTICULARS	AS ON 31TH MAR' 2025 AMOUNT (Rs. in Lakhs)	AS ON 31ST MAR' 2024 AMOUNT																								
15	<u>Long Term Provisions</u>																										
	Post Employment Employee Benefits																										
	Provision for Gratuity [refer (a) below]	144.44	119.40																								
	Total :	144.44	119.40																								
a	Employee Benefits -																										
	<table><tr><th>Particulars</th><th>As as 31-03-2025</th><th>As as 31-03-2024</th></tr><tr><td>Reconciliation of opening and closing balance of funded obligation, as assessed by an independent actuary</td><td></td><td></td></tr><tr><td>Opening Defined Benefit Obligation</td><td>119.40</td><td>103.72</td></tr><tr><td>Current service cost</td><td>17.38</td><td>12.63</td></tr><tr><td>Interest cost</td><td>8.39</td><td>7.54</td></tr><tr><td>Actuarial (gain)/losses</td><td>(0.73)</td><td>(4.49)</td></tr><tr><td>Benefits paid by company</td><td>-</td><td>-</td></tr><tr><td>Closing Defined Benefit Obligation</td><td>144.44</td><td>119.40</td></tr></table>	Particulars	As as 31-03-2025	As as 31-03-2024	Reconciliation of opening and closing balance of funded obligation, as assessed by an independent actuary			Opening Defined Benefit Obligation	119.40	103.72	Current service cost	17.38	12.63	Interest cost	8.39	7.54	Actuarial (gain)/losses	(0.73)	(4.49)	Benefits paid by company	-	-	Closing Defined Benefit Obligation	144.44	119.40		
Particulars	As as 31-03-2025	As as 31-03-2024																									
Reconciliation of opening and closing balance of funded obligation, as assessed by an independent actuary																											
Opening Defined Benefit Obligation	119.40	103.72																									
Current service cost	17.38	12.63																									
Interest cost	8.39	7.54																									
Actuarial (gain)/losses	(0.73)	(4.49)																									
Benefits paid by company	-	-																									
Closing Defined Benefit Obligation	144.44	119.40																									
16	<u>SHORT TERM BORROWINGS</u>																										
	<u>Secured</u>																										
a	Loans repayable on demand																										
	Working Capital Limit from																										
i	Axis Bank Ltd; Nagpur	491.89	589.44																								
ii	State Bank of India, Nagpur	583.80	611.12																								
iii	Bank of India, Mumbai	616.36	617.03																								
iv	Jammu & Kashmir Bank, Mumbai	307.68	306.51																								
v	Bank of Baroda, Mumbai	305.99	305.08																								
	Sub Total (a) :	2,305.73	2,429.18																								
	(Loans of Sr. No a (i) to (v) of Note 16 are secured by :																										
	1. Primary : First pari passu charge on the entire Current Assets of the Company both present & future.																										
	2. Collateral : Second pari passu charge on entire Fixed assets of the company and second pari passu charge by way of equitable mortgage of Land and Plant & Machinery of Solar Carbon Pvt Ltd.																										
	3. Guarantee : Personal guarantee of Directors Shri Punamchand Malu & Shri Banwarilal Malu and corporate guarantee of Solar Carbons Pvt Ltd.)																										
	4. Quarterly returns or statements of current assets filed with banks are in agreement with the books of account of the company.																										
b	<u>UNSECURED LOANS</u>																										
	(a) Loans and advances from related parties	2,779.00	1,717.00																								
	(b) Loans and advances from Inter Corporate	7,758.00	7,324.00																								
	(c) Others	485.00	400.00																								
	Sub Total (b) :	11,022.00	9,441.00																								
	Total (a + b) :	13,327.73	11,870.18																								

MALU PAPER MILLS LTD; NAGPUR

NOTE	PARTICULARS	AS ON 31TH MAR' 2025 AMOUNT	(Rs. in Lakhs)	AS ON 31ST MAR' 2024 AMOUNT																																		
17	<u>TRADE PAYABLE</u>																																					
a	Total Outstanding dues to MSMEs [refer (c) below as per the intimation received from vendors]	791.18		1,013.20																																		
b	Total Outstanding dues to Others	2,068.13		1,560.02																																		
	Total :	2,859.31		2,573.22																																		
c	Disclosers relating to Micro, Small and Medium Enterprises (MSME)																																					
	<table><tr><th>Particulars</th><th>As at 31-03-2025</th><th></th><th>As at 31-03-2024</th></tr><tr><td>Principal Amount remaining unpaid to MSMEs</td><td>791.18</td><td></td><td>1,013.20</td></tr><tr><td>Interest due on the above, remaining unpaid</td><td>Nil</td><td></td><td>Nil</td></tr><tr><td>Interest paid in terms of Section 16 of MSME Development Act [MSMEDA] along with payments made beyond the appointed day during the year</td><td>Nil</td><td></td><td>Nil</td></tr><tr><td>Interest due and payable for delay in making payment (paid but beyond the appointed day) but but without adding the interest specified under MSMEDA</td><td>Nil</td><td></td><td>Nil</td></tr><tr><td>Interest accrued and remaining unpaid at the end of each accounting year</td><td>Nil</td><td></td><td>Nil</td></tr><tr><td>Further interest remaining due and payable in succeeding year (until such date by which the interest dues as above are actually paid to the small enterprises), for the purpose of disallowance as a deductible expenditure under Section 23 of MSMEDA</td><td>Nil</td><td></td><td>Nil</td></tr></table>	Particulars	As at 31-03-2025		As at 31-03-2024	Principal Amount remaining unpaid to MSMEs	791.18		1,013.20	Interest due on the above, remaining unpaid	Nil		Nil	Interest paid in terms of Section 16 of MSME Development Act [MSMEDA] along with payments made beyond the appointed day during the year	Nil		Nil	Interest due and payable for delay in making payment (paid but beyond the appointed day) but but without adding the interest specified under MSMEDA	Nil		Nil	Interest accrued and remaining unpaid at the end of each accounting year	Nil		Nil	Further interest remaining due and payable in succeeding year (until such date by which the interest dues as above are actually paid to the small enterprises), for the purpose of disallowance as a deductible expenditure under Section 23 of MSMEDA	Nil		Nil									
Particulars	As at 31-03-2025		As at 31-03-2024																																			
Principal Amount remaining unpaid to MSMEs	791.18		1,013.20																																			
Interest due on the above, remaining unpaid	Nil		Nil																																			
Interest paid in terms of Section 16 of MSME Development Act [MSMEDA] along with payments made beyond the appointed day during the year	Nil		Nil																																			
Interest due and payable for delay in making payment (paid but beyond the appointed day) but but without adding the interest specified under MSMEDA	Nil		Nil																																			
Interest accrued and remaining unpaid at the end of each accounting year	Nil		Nil																																			
Further interest remaining due and payable in succeeding year (until such date by which the interest dues as above are actually paid to the small enterprises), for the purpose of disallowance as a deductible expenditure under Section 23 of MSMEDA	Nil		Nil																																			
c	Trade Payables Ageing schedule																																					
	<table><tr><th rowspan="2">Particulars</th><th colspan="2">Trade Payable as on 31 MAR'25</th><th colspan="2">Trade Payables as on 31 MAR'24</th></tr><tr><th>MSME</th><th>OTHERS</th><th>MSME</th><th>OTHERS</th></tr><tr><td>Upto 1 Year</td><td>791.18</td><td>2,066.89</td><td>1,013.20</td><td>1,556.64</td></tr><tr><td>1 - 2 Year</td><td>-</td><td>0.10</td><td>-</td><td>1.16</td></tr><tr><td>2 - 3 Year</td><td>-</td><td>1.14</td><td>-</td><td>2.22</td></tr><tr><td>More than 3 Years</td><td>-</td><td>-</td><td>-</td><td>-</td></tr><tr><td>Net Trade Receivable</td><td>791.18</td><td>2,068.13</td><td>1,013.20</td><td>1,560.02</td></tr></table>	Particulars	Trade Payable as on 31 MAR'25		Trade Payables as on 31 MAR'24		MSME	OTHERS	MSME	OTHERS	Upto 1 Year	791.18	2,066.89	1,013.20	1,556.64	1 - 2 Year	-	0.10	-	1.16	2 - 3 Year	-	1.14	-	2.22	More than 3 Years	-	-	-	-	Net Trade Receivable	791.18	2,068.13	1,013.20	1,560.02			
Particulars	Trade Payable as on 31 MAR'25		Trade Payables as on 31 MAR'24																																			
	MSME	OTHERS	MSME	OTHERS																																		
Upto 1 Year	791.18	2,066.89	1,013.20	1,556.64																																		
1 - 2 Year	-	0.10	-	1.16																																		
2 - 3 Year	-	1.14	-	2.22																																		
More than 3 Years	-	-	-	-																																		
Net Trade Receivable	791.18	2,068.13	1,013.20	1,560.02																																		
18	<u>OTHER FINANCIAL LIABILITIES</u>																																					
a	Current Maturities: Long Term Debt	277		23.05																																		
	Total :	277		23																																		
19	<u>OTHER CURRENT LIABILITIES</u>																																					
a	Deffered Sales Tax (As per Note 15 above)	69.15		23.72																																		
b	Duties & Taxes	271.19		191.26																																		
c	Other Payables	10.50		10.53																																		
		350.84		225.50																																		

MALU PAPER MILLS LTD; NAGPUR

NOTE	PARTICULARS	AS ON 31TH MAR' 2025		AS ON 31ST MAR' 2024	
		AMOUNT	(Rs. in Lakhs)	AMOUNT	
20	<u>REVENUE FROM OPERATION</u>				
A	Sale of products; Manufacturing Goods				
1	Kraft Paper				
	Domestic	17,399.24		11,890.67	
	Export	<u>-</u>	17,399.24	<u>-</u>	11,890.67
2	Newsprint Paper				
	Domestic	10,258.48		14,548.38	
	Export	<u>131.10</u>	10,389.58	<u>978.31</u>	15,526.69
	Sub-Total :		<u>27,788.82</u>		<u>27,417.37</u>
B	Other Operating Income				
1	Duty Draw Back - Export				1.05
2	Carbon Credit Sale (Net of Expenses)				25.66
	Sub-Total :		<u>-</u>		<u>26.71</u>
	TOTAL		<u>27,788.82</u>		<u>27,444.08</u>

Note: All the sales are made to external parties only.

21 OTHER INCOME

Interest on FDR	13.89	12.39
Interest on Security Deposit	0.81	0.79
Incentive Income	-	0.10
Deffered Sales tax Incentive Packages (As per Ind AS 20)	39.82	49.07
Total :	<u>54.53</u>	<u>62.34</u>

MALU PAPER MILLS LTD; NAGPUR

NOTE	PARTICULARS	AS ON 31TH MAR' 2025 AMOUNT	AS ON 31ST MAR' 2024 AMOUNT (Rs. in Lakhs)
22	<u>COST OF MATERIALS CONSUMED</u>		
	<u>Details of Raw Material Consumed</u>		
	Raw Material at the beginning of the year	1,996.77	2,420.87
	Add: Purchases	18,736.80	17,485.30
	Total :	20,733.58	19,906.16
	Less: Raw Material at the end of the year	2,788.40	1,996.77
	Cost of Raw Material consumed	17,945.18	17,909.39
	<u>Item wise details of Raw Material Consumed</u>		
	Waste Paper - Indian - Kraft	9,684.83	5,744.93
	Waste Paper - Imported - Kraft	1,045.02	1,459.77
	Chemical - Kraft	1,200.96	940.55
	Waste Paper - Indian - Newsprint	4,208.71	5,660.29
	Waste Paper - Imported - Newsprint	1,050.75	3,113.46
	Chemical - Newsprint	754.91	990.38
	Total	17,945.18	17,909.39
	<u>Details of Consumable Stores Consumed</u>		
	Consumable Stores at the beginning of the year	838.90	816.15
	Add: Purchases	681.77	554.25
	Total :	1,520.67	1,370.40
	Less: Consumable Stores at the end of the year	872.95	838.90
	Cost of Consumable Stores consumed	647.72	531.50
	Total :	18,592.90	18,440.89
23	<u>Details of changes in Inventories</u>		
	INVENTORIES		
	Particulars		
	Stock in Process	65.53	51.63
	Finished Goods	626.29	1,848.75
	Total :	691.81	1,900.37
	Inventory at the beginning of the year		
	Particulars		
	Stock in Process	51.63	51.90
	Finished Goods	1,848.75	462.61
	Increase/Decrease in Inventory		
	Particulars		
	Stock in Process	(13.90)	0.27
	Finished Goods	1,222.46	(1,386.13)
	Total :	1,208.56	(1,385.86)

MALU PAPER MILLS LTD; NAGPUR

NOTE	PARTICULARS	AS ON 31TH MAR' 2025	AS ON 31ST MAR' 2024
		AMOUNT (Rs. in Lakhs)	AMOUNT
24	<u>EMPLOYEE BENEFITS</u>		
	Salary & Allowances	928.10	773.14
	Providend Fund	52.69	35.92
	ESIC	16.10	13.40
	Staff Welfare Expenses	17.70	17.44
	Expenses on Gratuity	25.77	20.17
	Current Service Cost	17.38	12.63
	Finance Cost on Gratuity Fund	8.39	7.54
	Total :	1,040.35	860.07
25	<u>FINANCE COSTS</u>		
	Bank Charges	36.81	44.79
	Interest to Bank	360.44	390.51
	Interest on Unsecured Loan	705.01	604.69
	Interest on Deferred Sales Tax Liability	39.82	49.07
	Total :	1,142.09	1,089.06
26	<u>OTHER EXPENSES</u>		
	Power & Fuel	4,275.26	4,194.19
	Packing Material	235.45	278.04
	Freight Inward	618.88	1,555.02
	Contractor Payment	609.84	558.50
	Custom Duty	47.41	119.05
	Water Charges	27.46	43.40
	Repairs & Maintenance		-
	Building	0.77	-
	Plant & Machinery	401.92	374.35
	Advertisement	3.27	2.82
	Annual Listing Fees	6.65	6.82
	Payment to Auditors (Refer Note no 28)	10.50	11.22
	Consultancy Charges	56.55	30.31
	Conveyance Charges & Vehicle Maintenance	12.73	12.22
	Computer Maintenance	1.26	6.77
	Donation	0.57	0.07
	Insurance Charges	33.61	29.56
	Labour Welfare Fund	0.60	0.22
	Office & Misc. Expenses	7.40	8.21
	Professional Tax	0.03	0.03
	Periodicals & Subscription	0.68	0.40
	Postage	2.11	1.38
	Printing & Stationery	3.04	3.95
	Provision for doubtful debts/credit loss		3.49
	Rent, Rates & Taxes	9.03	17.15
	ROC Fees Expenses	0.08	0.17
	Security Expenses	19.09	18.36
	Selling & Distribution Expenses	313.75	123.72
	Carriage Outward	320.88	447.76
	Sitting Fess Expenses	0.95	0.85
	Sales Tax Expenses		-
	Interest, Penalty and Late Fees	0.00	0.54
	Telephone Expenses	3.29	3.14
	Tender Fees	7.83	-
	Travelling Expenses	8.87	2.30
	Total :	7,039.73	7,854.02

MALU PAPER MILLS LTD; NAGPUR

NOTE	PARTICULARS	AS ON 31TH MAR' 2025 AMOUNT	AS ON 31ST MAR' 2024 (Rs. in Lakhs) AMOUNT
27	<u>DISCLOSURE OF RELATED PARTY TRANSACTIONS :</u>		
	List of related parties with whom transactions have taken place during the year		
a	<u>Associate Concerns</u>		
	Malu Electrodes Private Limited		
	Malu Rice Mills Private Limited		
	Shree Sales Corporation Private Limited		
	Solar Carbons Private Limited		
	Wistaria Farms Private Limited		
b	<u>Key Management Persons</u>		
	Poonamchand Malu		
	Banwarilal Malu		
c	<u>Transactions with Related Party</u>		
	<u>Associate Company</u>		
	<u>Malu Electrodes Private Limited</u>		
	Purchases during the year	1.01	3.21
	Sale during the year	-	-
	Finance Taken	397.76	150.00
	Finance Repaid	165.00	50.80
	Interest on Loan	441.38	412.00
	<u>Malu Rice Mills Private Limited</u>		
	Purchases during the year	17.20	25.11
	Finance Taken	85.00	550.00
	Finance Repaid	357.06	290.17
	Interest on Loan	6.73	6.86
	<u>Shree Sales Corporation Private Limited</u>		
	Purchases during the year	305.00	656.75
	Finance Taken	56.00	-
	Finance Repaid	6.52	-
	Interest on Loan	2.79	-
	<u>Solar Carbons Private Limited</u>		
	Finance Repaid	0.78	0.03
	Interest on Loan	19.76	18.79
	<u>Wistaria Farms Private Limited</u>		
	Finance Repaid	0.25	0.20
	Interest on Loan	1.56	1.50
	<u>Interest on Loan</u>		<u>Interest on Loan</u>
	Banwarilal Malu (HUF)	4.54	1.50
	Banwarilal Malu	76.14	43.88
	Kaveri Malu	12.81	12.16
	Manisha Verma	2.99	2.86
	Suman Malu	4.96	-
	Shashi Malu	12.42	11.77
	Vasudeo Malu	31.43	26.94
	<u>Amount Payable as on reporting Date</u>		
	Banwarilal Malu (HUF)	103.00	24.00
	Banwarilal Malu	1,552.00	815.00
	Kaveri Malu	208.00	197.00
	Malu Electrodes Private Limited	7,360.00	6,730.00
	Manisha Verma	48.00	46.00
	Malu Rice Mills Private Limited	-	266.00
	Shree Sales Corporation Private Limited	52.00	-
	Suman Malu	129.00	-
	Shashi Malu	202.00	191.00
	Solar Carbons Private Limited	321.00	304.00
	Vasudeo Malu	537.00	444.00
	Wistaria Farms Private Limited	25.00	24.00

MALU PAPER MILLS LTD; NAGPUR

NOTE	PARTICULARS	AS ON 31TH MAR' 2025 AMOUNT	AS ON 31ST MAR' 2024 (Rs. in Lakhs) AMOUNT
28	<u>PAYMENT TO AUDITORS IN OTHER EXPENSES (NOTE 25) CONSISTS OF:</u>		
	Statutory Audit Fees	3.00	3.00
	Tax Audit Fees	4.50	4.50
	GST Audit Fees	0.72	0.72
	Internal Audit Fees	3.00	3.00
	Total	11.22	11.22
29	<u>SEGMENT INFORMATION :</u>		
	The Company operates in only one main segment i.e. manufacturing of paper. Since the company has only one reportable business segment and geographical segment, no further disclosure is required as per the Indian Accounting Standard 108-Operating Segment.		
30	<u>EARNING PER SHARE (EPS)</u>		
	EPS is calculated by dividing the earning available for equity shareholders or loss attributable to equity shareholders by the weighted average number of equity shares outstanding the year. Numbers used for calculating basic and diluted earnings per equity share are as stated below :		
	Profit (Loss) after tax	(1,212.65)	92.71
	Weighted Number of Shares - Basic	170.59	170.59
	EPS	(7.11)	0.54
	Basic/Diluted Earning Per Share	(7.11)	0.54
	Face value per share	10	10
31	<u>ADDITIONAL INFORMATION</u>		
a	Value of imports calculated on C.I.F basis by the company during the financial year in respect of –		
I	i. Raw materials;	1,838.76	4,259.83
	ii. Components & Spare Parts	-	2.35
	iii. Capital Goods	22.77	27.12
	iv. Purchase of Trading Goods	-	-
b (i)	Total value of all imported raw materials, spare parts and components consumed during the financial year.	2118.53 (11%)	4262.17 (23%)
b (ii)	Total value of all indigenous raw materials, spare parts and components similarly consumed	16494.78 (89%)	14178.72 (77%)
b (iii)	Total consumption	18592.90 (100%)	18440.89 (100%)
c	Earnings in foreign exchange classified under the following		
	I. Export of goods calculated on C.I.F. basis;	13.55	110.78
32	<u>CONTINGENT LIABILITIES :</u>		
(i)	Bank Guarantee Outstanding	547.88	203.93
(ii)	Buyers Credit	38.00	366.36
(iii)	Bonds Executed in Favour of Government Authorities in respect of EPCG Licence towards duty saved against which Export obligation has to be made. Against which company has given counter guarantee to Bankers	614.01	614.01
(iv)	Impact of pending litigation on financial position	6.00	6.00
33	<u>Key Assumptions in Calculating Provision for Defined Benefit Obligation:</u>		
	Discount Rates (%)	6.80%	7.20%
	Effective Rate of Salary Escalation (%)	3.00%	3.00%
	Retirement Age (Years)	60	60
	Days Of Salary for Gratuity:	15	15

MALU PAPER MILLS LTD; NAGPUR

NOTE	PARTICULARS	AS ON 31TH MAR' 2025 AMOUNT	AS ON 31ST MAR' 2024 AMOUNT
		(Rs. in Lakhs)	

34 Financial Instrument-Accounting Classifications and fair value Measurements

The fair value of the assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in forced or liquidation sale.

The following methods and assumptions were used to estimate the fair values:

- 1 Fair Value of cash and short-term deposits, trade and other short term receivables, trade payables, other current liabilities, short term loans from banks and other financial instruments approximate their carrying amounts largely due to the short term maturities of these instruments.
- 2 Financial instruments with fixed and variable interest rates are evaluated by the company based on parameters such as interest rates and individual credit worthiness of the counterparty. Based on this evaluation, allowances are taken to the account for the expected losses of these receivables.

The company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1: Quoted (unadjusted) prices in active markets for identical assets or liabilities.

Level 2: Other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.

Level 3: Techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data.

Particulars	Fair Value		
	31-03-2025		31-03-2024
Financial Assets			
Financial Assets (Level 1)			
Financial Assets at amorticed cost :- (Level 2)			
Bank Deposits	265.18		206.03
Trade Receivables	3,450.06		3,070.60
Cash and Bank Balances	14.82		5.28
TOTAL	3,730.05		3,281.91
Financial Assets at Fair Value through Other Comprehensive Income :- (Level 3)			
Investment in Equity shares of Ganga Care Hospital Ltd	11.00		11.00
TOTAL	11.00		11.00
Financial Liabilities			
Financial Liabilities (Level 1)	-		-
Financial Liabilities at amorticed cost :- (Level 2)			
Term Loans	542.13		806.47
Unsecured Loans	306.99		441.30
Long term borrowings	849.11		1,247.77
Trade Payable	2,859.31		2,573.22
Other Financial Liabilities	276.60		23.05
TOTAL	4,834.14		5,091.81
Financial Liabilities at amorticed cost :- (Level 3)			
Short Term Borrowings	13,327.73		11,870.18
TOTAL	13,327.73		11,870.18

MALU PAPER MILLS LTD; NAGPUR

NOTE	PARTICULARS	AS ON 31TH MAR' 2025 AMOUNT	AS ON 31ST MAR' 2024 (Rs. in Lakhs) AMOUNT
------	-------------	--------------------------------	--

35 Financial Risk Management Objectives and Policies :-

The Company's financial risk management is an integral part of how to plan and execute its business strategies :-

a) Market Risk :-

Market risk is the risk of loss of future earnings, or future cash flows arising out of changes in Market Conditions of Paper Industry, which include changes in prices of Raw Material (indigenously procured as well as import) .

The company manages market risk through evaluation and identification of risk factors with the object of governing/mitigating them according to Company's objectives and declared policies in specific context of impact thereof on operating performance of the company. The Board provides oversight and reviews the Risk management policy on regular basis.

b) Interest Rate Risk :-

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The company is not exposed to significant interest rate risk as at the respective reporting dates.

c) Foreign currency risk :-

The Company operates internationally with transactions entered into several currencies. Still the Company is not exposed to foreign exchange risk as there are no financial instruments to be settled in foreign currency.

d) Credit Risk :-

Credit risk arising from trade receivables is managed in accordance with the Company's established policy with regard to credit limits, control and approval procedures. The Company provides for expected credit losses on trade receivables based on a simplified approach as per Ind AS 109. Under this approach, expected credit losses are computed basis the probability of defaults over the lifetime of the asset. This allowance is measured taking into account credit profile of the customer, geographical spread, trade channels, past experience of defaults, estimates for future uncertainties etc.

Particulars	31-03-2025		31-03-2024
Balance at the beginning of the year	62.96		59.47
Additional Provided	-		3.49
Reversed	-		-
Written Off	-		-
Balance at the end of the year	62.96		62.96

e) Liquidity Risk:-

Liquidity risk is defined as the risk that the company will not be able to settle or meet its obligations on time or at a reasonable price. As per regular reviews by management. The company is not facing any liquidity risk.

36 Components of Income Tax Expense

(a) Amounts recognised in profit and loss	(Amounts in Rs.)	(Amounts in Rs.)
	For the year ended March 31, 2025	For the year ended March 31, 2024
A. Current income tax	-	-
B. Opening Balance Deferred income tax liability / (asset), net	(1,064.84)	(1,122.76)
C. Origination and reversal of temporary differences	(1,716.86)	198.90
D. Deferred tax expense	(499.95)	57.92
	-	-
E. Closing Balance Deferred income tax liability/(asset), net (B+D)	(1,564.79)	(1,064.84)
	-	-
F. Tax expense/(income) for the year (A+D)	(499.95)	57.92

(b) Reconciliation of effective tax rate

Particular	For the year ended 31/03/2025	For the year ended 31/03/2024
Accounting Profit/(Loss) before Income Tax	(1,713.11)	147.45
Tax using Company's Domestic Tax Rate	-	37.16
Less: Set off Brought Forward Loss	-	(37.16)
Net Effective Current Income Tax	-	-

MALU PAPER MILLS LTD; NAGPUR

37 Analytical Ratios

Particulars	Numerator	Denominator	FY 2024-25	FY 2023-24	% Variance	Reason of Variance
Current Ratio	Current Assets	Current Liabilities	1.54	1.64	-6.35%	
Debt Equity Ratio	Total Debt	Shareholders Equity	-4.98	4.76	-204.57%	The variation in ratio is due to continuous losses in business resulting in erosion in networth
Debt Service Coverage Ratio	PAT + Depreciation + Finance Cost	Finance Cost	0.40	1.54	-73.78%	The variation in ratio is due to increase in loss in current year
Return On Equity (ROE)	PAT	Average Shareholders Equity	-563.40%	3.52%	-16105.68%	Refer Note No 39
Inventory Turnover Ratio	Sale of Products	Average Inventory	5.70	5.98	-4.74%	
Trade Receivable Turnover Ratio	Sale of Products	Average Trade Receivables	8.52	10.29	-17.20%	
Trade Payables Turnover Ratio	COMS	Average Trade Payables	7.29	7.52	-3.08%	
Net Capital Turnover Ratio	Sale of Products	Working Capital	12.05	11.30	6.68%	
Net Profit Ratio	PAT	Sale of Products	-4.37%	0.33%	-1438.30%	The variation in ratio is due to increase in loss in current year
Return On Capital Employed	EBIT	Capital Employed	-4.48%	9.85%	-145.44%	The variation in ratio is due to increase in loss in current year

Note : During the current and previous financial year, the company has not held any investment. Accordingly, ratio for return on investment has not been presented.

38 Other Statutory Information

- a** The Company do not have any Benami Property, Where any proceeding has been initiated or pending against the Company for holding any Benami Property
- b** The Company do not have any transactions with strike off companies.
- c** The Company do not have any satisfaction of charge which is yet to be register with Registrar of Companies beyond the statutory period.
- d** The Company have not traded or invested in Crypto currency or Virtual Currency during the financial year.
- e** The Company have not advance or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the intermediary shall:
 - i. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
 - ii. provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- f** The company have not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recored in writing or otherwise) that the company shall:
 - i. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
 - ii. provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- g** The company have not any such transaction which is not recored in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessment under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).

39 Going Concern Assumption

The Company recorded a cash loss of Rs. 576.07 Lakhs during the financial year, the company's overall profitability has been adversely affected compared to the previous year. This is primarily due to unfavourable economic and market conditions that prevailed across all business segments throughout the year.

In response to these challenges, the Company implemented a strategic shift, diversifying its operations and optimizing its product portfolio with a renewed emphasis on writing and printing paper. As a part of this transformation, targeted investments were made in fixed assets to enhance the brightness and quality of our paper products. The positive results of these investments began to materialize in the end of fourth quarter.

Further, in alignment with the growing demand for sustainable packaging, the Company is adding value to its Kraft Paper segment by planning to manufacture Kraft paper for paper bags and sacks. This initiative supports the global shift toward environmentally friendly alternatives to plastic and opens up new revenue opportunities.

Looking ahead, the Management is confident that the ongoing strategic transformation will lead to an improvement in the Company's net worth. To support this turnaround and ensure operational efficiency, the promoters have expressed their intent to infuse additional capital into the Company as and when required.

MALU PAPER MILLS LTD; NAGPUR

NOTE	PARTICULARS	AS ON 31TH MAR' 2025	AS ON 31ST MAR' 2024
		AMOUNT (Rs. in Lakhs)	AMOUNT
40 OTHERS :			
a	Balances of in various personal accounts remain unvarified since confirmation from parties availed.		
b	Balances of Loans, advances debtors ,Creditors are as per books and subject to confirmation and reconciliation.		
c	The current assets, loans and advances are approximately of the values stated if realized in the ordinary course of business. The provision for		
d	The Company has only one lease hold asset against which one time full premium has been paid Upfront. As there is no future payment is		
e	As the average profit for past 3 years is negative, company is not liable for CSR Expenditure.		
f	Previous year's figures have been regrouped/reclassified wherever necessary to correspond with the current year's classification/disclosure.		

**As per our Report of even date,
For Demble Ramani & Co.
Chartered Accountants**

For Malu Paper Mills Limited.

Punamchand Malu Banwarilal Malu Prakash Modi Mayuri Asawa
(Managing Director) (Jt.Managing Director) (CFO) (Company Secretary)
(Din 00301030) (Din 00301297)

Date : 23-05-2025
Place : Nagpur

Ashok Ramani
Partner
M.No. 030537
FRN : 102259W
UDIN: 25030537BMMLZN1022



CIN:L15142MH1994PLC076009

Heera Plaza, 4th floor, Near Telephone Exchange, Nagpur -400008
Tel: 91-712-2760308 Fax:91-7122760310

E-mail: info@malupaper.com

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

Registered Folio No./DP ID No. / Client ID No.	
Name and address of the Member(s)	
Joint Holder 1 Joint Holder 2	
Number of Shares held:	

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

I hereby record my presence at the Thirty Second (32nd) Annual General Meeting of the Company at 'Heera Plaza, 4th Floor, Near Telephone Exchange Square, Central Avenue, Nagpur on Thursday, the 21st day of August 2025 at 3.00 P.M

Name of the member / proxy

Signature of member / proxy

Note:

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

PLEASE CUT HERE AND BRING THE ABOVE ATTENDANCE SLIP TO THE MEETING HALL.

EVEN (Electronic Voting Event Number)	*Default PAN

*Only Member who have not updated their PAN with Company / Depository Participant shall use default PAN in the Pan field.

Note: Please read the instructions printed in the Notice of 32nd Annual General Meeting dated 21st day of August 2025. The E-voting period starts from Monday, August 18, 2025 (9:00 A.M) and ends on Wednesday, August 20, 2025 (5:00 P.M) The voting module shall be disabled by NSDL for voting thereafter.



MALU PAPER MILLS LIMITED
Regd. Office:- Heera Plaza, 4th Floor, Near Telephone Exchange,
Central Avenue, Nagpur – 440 008.
CIN:L15142MH1994PLC076009

PROXY FORM

ANNUAL GENERAL MEETING 2024-25

Folio No. _____ DPID: _____ Client ID: _____

I/ We _____ of _____ in
the District of _____ being a member / members of the above named company,
hereby appoint Mr./Mrs/Kum _____ as my /our proxy to attend
and vote for me/us on my/our behalf at the 32nd Annual General Meeting of the Company to be held
at **Heera Plaza, 4th Floor, Near Telephone Exchange, Central Avenue, Nagpur – 440 008** on
Thursday, the 21st day of August 2025 at 3.00 PM and at any adjournment thereof.

Date: _____

Address: _____

Affix Re.1
Revenue
Stamp

Signature: _____

Note: The proxy form duly completed must be deposited at Registered Office not less than 48 hours before the time for commencement of the meeting. A proxy need not be a member.

Road Map of Venue of AGM