



AARC

Action Alliance for Recycling
Beverage Cartons

ANNUAL REPORT 2021 - 2022



Message from Chairman

Dear Members,

The year that went by has been an especially eventful one, full of challenges as well as opportunities for us. On the one hand, the national EPR framework provided a sense of relief as, for the first time in India, we saw a structured document which will help all our members & food and beverage industry at large streamline their EPR practices, starting from collection to recycling. On the other hand, the government introduced strict regulatory policies to restrict the use of single use plastics, which also included integrated straws that pushed the industry almost to an edge. Our advocacy with the government stakeholders focused about communicating the efforts made by the industry to minimize litter, ongoing work on innovation, functional use & necessity of the integrated straws, and the erroneous inclusion of the integrated straws along with the loose straws in the list of banned items. We also focused strongly on the impact of the ban on consumers, retailers as well as industry.

AARC formed an Advocacy Advisory Committee which met almost every week for several months to continue to push the agenda and were able to together hold almost a dozen meetings with senior stakeholders in MoEFCC, MOFPI, MOC, DPIIT etc.

Through our efforts we were able to highlight the lack of alternatives to integrated plastic straws, including zero capacity for manufacturing the U bend paper straws, straws made of compostable plastics being a few months away awaiting regulatory approvals, and unavailability of machines to manufacture the straws locally. While all the stakeholders recognized the merit of keeping integrated straws out of the ban, they expressed their inability to exempt them from the list of banned items. Throughout the process it was heartwarming to notice the way every AARC member and a few others in the food & beverage industry collaborated to impress our point of view upon the government.

I would like to thank all the members and AARC secretariat for their whole-hearted support during this difficult phase, and the ongoing support for continuous growth and development of the Beverage carton industry.



Ashutosh Manohar

**Managing Director,
South Asia Markets,
Tetra Pak India Pvt Ltd**



Message from Vice-Chairman

Dear Members,

Almost at the beginning of the year, the central government notified new PWM rules which included the national EPR framework. For the first time, this framework brought abundant clarity on the categories of the material, yearly targets for collection, recycling and reuse and made the registration compulsory not only for the brands but also for the manufacturers of the packaging material, Plastic waste processors as well as Waste Management Agencies.

It gives me a lot of satisfaction that several suggestions given by AARC to MoEFCC and CPCB have been incorporated in the national EPR framework which will go a long way in minimizing operational challenges for the brands who otherwise were grappling with different interpretations of the EPR by each state, making implementation very difficult.

It is also noteworthy that the centralized portal ensures total traceability. For example, the manufacturers of the packaging material will need to ensure that all their brands are also registered. If not registered on the portal, the quantities of the unregistered brands would show as balance in the portal, which would mean that indirectly the responsibility of EPR of such volumes will fall on the manufacturer of the packaging material.

Similarly, for our company, Schreiber Dynamix Dairies Pvt. Ltd which is a large co-packer, we need to ensure that the brands whom we supply are duly registered on the CPCB portal and are providing the data as per the regulation. In the absence of such regulatory compliances, SDDPL would need to do EPR for such volumes (of the customer brands which have chosen not to register on the portal) in addition to SDDPL's own responsibility which should have been restricted only to consumer waste or the factory waste.

In the current year, FY 2022-23, the stated EPR target is 70% for the Beverage Carton industry i.e. category III as per PWM rules. We had a very good base due to stupendous work done by founding member Tetra Pak for last 16-17 years and lately by all our members wherein more than 50% of cartons are already collected and recycled. However, 70% target is not easy to achieve because we have to ensure full accountability and transparency in the entire process. I must also mention that the next year's target is 100% which in the context of India is near-impossible. This target will challenge us all further to ensure that we continue to build the ecosystem with more PWPs, better data reporting, more transparency, investments in WMAs as well the recyclers.

Finally would like to appreciate the AARC secretariat as well as very active members of the Policy Advocacy Committee who have and still continue to steer the government engagement in the interest of the industry.



Cdr Amitabha Ray

**Managing Director,
Schreiber Dynamix
Dairies Ltd**



Message from Chief Executive Officer

Dear Members,

April 2021 to Mar 2022 has been a year full of challenges which urged us to hyper-accelerate advocacy at the center and select states. At one end, the advocacy was focused on enabling creation of a balanced EPR framework which can be applied universally across the country. On the other hand, a lot of efforts were undertaken to ensure business continuity caused by SUP ban including the integrated straws, both in the center as well as states. While we can derive some satisfaction that we ensured business continuity through the year for our brands, it is somewhat disheartening that despite unprecedented efforts made to get the integrated straws out of the SUP ban, we were unsuccessful in getting the transition time. We were able to effectively engage the highest echelons of the government in MoEFCC, MOFPI, PMO, MOC, FSSAI and DPIIT and hope to nurture these relationships going forward.

To enable EPR recommendation and meeting 70% target our team helped several brands to start their EPR journey and assist many others to enhance their collections with a focus on “Clean Collection” which would be accountable in the portal. As per quick estimates, brands were able to double the clean collections in this year versus 2021.

Our team also educated and even helped the members and stakeholders like PWP's to get registration on CPCB portal such that the members are not caught off-guard. For FY 2022-23, EPR target is 70% which is mandatory as per the PWM rules, and we will continue to support our member brands on this journey.

I am delighted to share that AARC has been getting recognition for its efforts and work in the year gone by. AARC won at the coveted Campaign India PR Awards- 2021 and received Silver Award in the category of Best Campaign Environmental. AARC has also received Bronze Award in the category of CSR & Not-For-Profit for enhancing the awareness, collection and recycling ecosystem pertaining to waste of used beverage cartons. These awards further strengthen our faith in the work being done by the Beverage Carton category and the determination to work for enhancing the environment.

We deeply value the overwhelming support given by all our members in the most challenging year.

Together we can face the future with confidence and optimism.



Dr. Praveen Aggarwal

**Founder & Director,
Consocia Advisory**

AARC Members

Sl	Name of Members	Category
1.	Tetra Pak India Private Limited	Founding Member
2.	Schreiber Dynamix Dairies Private Limited	Founding Member
3.	John Distilleries Private Limited	Founding Member
4.	Dabur India Limited	Founding Member
5.	Karnataka Milk Federation	Founding Member
6.	Halewood Laboratories Private Limited	Founding Member
7.	Consocia Advisory Private Limited	Honorary Member
8.	Radico Khaitan Limited	Founding Member
9.	United Spirits Limited	Founding Member
10.	Coca- Cola India Private Limited	Subscriber Member
11.	Parle Agro Private Limited	Subscriber Member
12.	CavinKare Private Limited	Associate Member
13.	SIG Combibloc India Private Limited	Associate Member
14.	Johnson & Johnson Private Limited	Associate Member
15.	Varun Beverages Limited	Subscriber Member

The Managing Committee

SI	Member Company	Representative
1.	Tetra Pak India Private Limited	Mr. Ashutosh Manohar
2.	Schreiber Dynamix Dairies Private Limited	Cdr. Amitabha Ray
3.	Karnataka Milk Federation	Mr. Satish Kumar
4.	Dabur India Limited	Mr. Tusar Ranjan Pattnaik
5.	United Spirits Limited	Mr. Sanjeev Ganesh
6.	Coca-Cola India Private Limited	Mr. Rohan Mishra

Details of Meetings held during the year

SI	Meeting	Date
1	Managing Committee Meeting	June 24, 2021
2	Managing Committee Meeting	August 16, 2021
3	Annual General Meeting	August 31, 2021
4	Managing Committee Meeting	October 19, 2021
5	Managing Committee Meeting	February 9, 2022

A close-up photograph of several green leaves, likely from a plant like a fern or a similar species, showing intricate vein patterns. The leaves are covered in numerous small, clear water droplets, giving them a fresh and vibrant appearance. The lighting is soft, highlighting the texture of the leaves and the glistening of the water.

**YEAR 2021-22:
FULL OF ACTIVITIES
AND EVENTS**

Awards and Recognition

AARC continued getting recognized for its efforts and work by receiving prestigious awards in the year 2021-22. These awards are testament to the trendsetting and valuable contributions of AARC in bringing together large and small stakeholders and creating innovative environmental sustainability programme and policy regime. It further strengthens industry's belief on the Beverage Carton category and the determination to work for environment together.

AARC won one of the most popular awards of Campaign India PR Awards- 2021 in the category of **Best Campaign Environmental**. AARC presented its efforts for enhancing the awareness, collection and recycling pertaining to used beverage cartons. The jury appreciated the efforts and recognized the work done by AARC and the industry.



AARC received Bronze in the category of **CSR & Not-For-profit**. AARC got this honor for strengthening the ecosystem of waste management for Beverage cartons. The prestigious award of Campaign India PR Awards-2021 was given by E4m IPRCCA Awards.



Awareness

AARC continued getting recognized for its efforts and work by receiving prestigious awards in the year 2021-22. To create surround sound for all the relevant stakeholders as well as general masses, AARC executed awareness campaigns which were very well received by the audiences. The target was to align the whole value chain and simultaneously ensure that the public gets the factually correct and proper information about the recyclability of beverage Cartons and industries efforts to enhance the collection and recycling.

AARC's National Radio Campaign commenced on 22nd March 2022

Buoyed by the success of select states Radio Awareness Campaigns in previous Financial Year, the AARC's National Radio Campaign was launched on World Water day (22nd March'22) which concluded successfully on the World Earth Day on 22nd April, 2022 in partnership with HT radio team. The Campaign was live on channels My FM, Radio one, Fever FM aimed to enhance Mass Awareness about Waste Management in 15 cities PAN India. The total reach of the Campaign was over 177 Lacs all over India.

The National campaign was aimed to strengthen consumer awareness at the PAN - India level pertaining to waste management, and educating public about the importance of waste segregation. The cities where the campaign was broadcasted are: Surat, Kolkata, Lucknow, Jaipur, Agra, Hyderabad, Bhopal, Indore, Raipur, Bengaluru, Allahabad, Jalandhar, Amritsar, Bilaspur, and Ahmedabad. These cities were carefully selected on basis of higher listenership as well as higher consumption and hence higher generation of waste. The messaging of the campaign was concentrated on better handling of waste through right segregation and disposal, and the importance of collective efforts for waste management focusing on Beverage Cartons.

The Campaign included the interviews of Recyclers, Waste management agencies, Industry veterans as well Government Stakeholders. The Chairman of Punjab Pollution Control Board Dr. Adarsh Pal gave his interview and supported the Campaign. The participants from the Recycling and WMA industry included Mr. Ashish Jain, (Director, IPCA), Mr. Jignesh Shah, (MD, Deluxe Recycling), and Ms. Ankita Chamola, (Project manager, Waste Warriors). On the occasion of World Earth Day, podcast of Chairman of AARC Mr. Ashutosh Manohar, (MD of Tetra Pak South Asia Market) was released which talked about the several big and small steps the packaging industry is taking in the materials they choose.

This awareness helped the consumers to make the right decision about the products they consume. By ensuring participation of all stakeholders from the ecosystem and capturing their voice we were able to create massive awareness amongst millions of consumers across India.

Awareness

Effective messaging in Tamil Nadu through Radio Campaigns to create mass awareness about the Beverage Cartons

AARC had an impactful campaign in the state of Tamil Nadu which was supported by Tamil Nadu Pollution Control Board. The two-month long campaign (16th Aug '21 - 10th Oct'21) which was aired on Radio One 94.3 in Chennai had a total reach of 9 lacs listeners per week.

The campaign aimed to create awareness about the waste segregation and Recycling unfolded in different phases: In Teasers phase, one liners beginning from “Zara Sochiye (Think about it)” was used to generate curiosity and one-liners were used to spread awareness for waste management. In the Reveal Phase call to action on ways to dispose the waste effectively was delivered, using vernacular language. The Campaign included Interviews with Government stakeholders, NGOs, Members, other stakeholders from ecosystem who discussed about recycling, waste management and Segregation at source and recommended to Utilize Beverage Cartons into making useful goods/products.

The Revealer phase was followed by an Interview with Ms. Ann Anra from WastED 360, Environment Activist discussed about recycling, waste management and Segregation at source and recommended to Utilize Beverage Cartons into making useful goods. The extended phase further had Interview with Mr. Venkatesh Vijayaraghavan, Group CEO and Director, Cavin Kare who talked about the ways listeners can contribute to waste reduction and management.

AARC organizes first ever International webinar: 1st February 2021

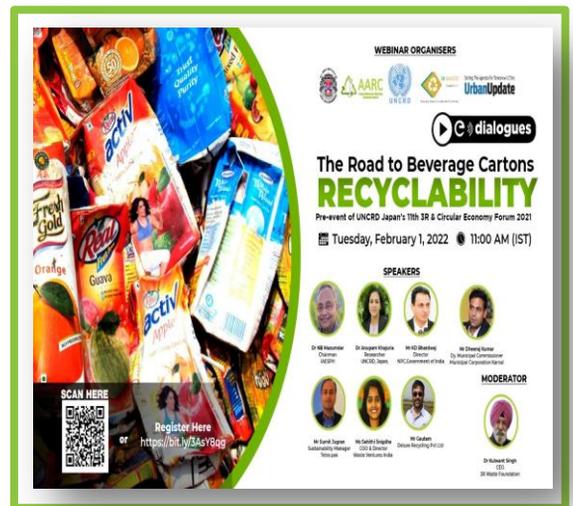
AARC, 3R WASTE foundation and United Nations Centre for Regional Development (UNCRD) joined forces to discuss the best practices and challenges faced by industry to recycle beverage cartons and Used Beverage Cartons (UBC). It's a proud moment to say that this webinar is considered to be pre event of UNCRD Japan's 11th 3R and Circular Economy Forum 2021.



Awareness

In the webinar "The Road to Beverage Cartons Recyclability", several eminent government & industry stakeholders along with waste management partners, recycling partners and academicians participated and made their submission/views on improving the waste management eco-system.

The primary objective of the webinar was to cascade awareness and disseminate information amongst different target groups on beverage carton recycling. The webinar was moderated by Dr. Kulwant Singh (Former Regional Advisor Asia UN-HABITAT and the CEO of 3R WASTE Foundation) and saw active participation from the eminent panelist.



The on-going Social media Campaign



For a continuous engagement with the Public as well as the consumers, AARC started a focused Social Media Campaign on the platforms like Facebook, Instagram, Twitter, and lately on LinkedIn. The campaign which kick started on Feb 2021, to counter the malicious campaign run by few miscreant groups, has been running successfully and we have been able to get positive support of consumers. The messages through posts include awareness regarding the individual efforts to ensure waste segregation and promoting the benefits of beverage cartons for consumer benefit. Few of the key highlights of the campaign are:

Advocacy

Looking at multiple challenges for the smooth implementation of the EPR and for “Ease of Doing Business” AARC enhanced its outreach with central and state authorities. Observing the changes in the regulatory landscape, AARC had multiple rounds of discussion and continuous engagement with relevant stakeholders to engage and share industry views.

The Ministry of Environment, Forest and Climate Change (MoEFCC) released the draft notification of Plastic Waste Management (Amendment) Rules, 2021 on 11 March 2021 which proposes that “a prohibition on the manufacture, import, stocking, distribution, sale and use of some of the single-use plastic items will be imposed on pan India basis”. AARC team had a detailed analysis of the notification and reached out to members to hear their views and have also reached out other organisations including WeCare and PACE to understand the common challenges. AARC submitted a response letter to Secretary MOEFCC, citing various safety and hygiene benefits, requesting explicit exemption of integrated straws attached to the paper-based beverage carton packages from the scope of the proposed notification.

AARC members acted in an urgent manner and created an Advocacy Core team with a smaller group to take quick and swift decision as well as action. AARC along with Advocacy Core Committee was able to have extensive engagement with different Ministries & Departments to facilitate appropriate, practical and uniform plastic waste management framework.

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Few key stakeholders engaged in Central Government are:

MoEFCC:

- Union Minister
- Former and Current Secretary
- Additional Secretary
- Joint Secretary
- Deputy Secretary
- Director



AARC delegation having virtual meeting with Additional Secretary **Sh NP Gangwar**

Advocacy

MoFPI:

- Union Minister
- Minister of state
- Secretary
- Additional Secretary
- Joint Secretary
- Technical Advisor

Other stakeholders

- Joint Secretary, PMO
- Chairman, CPCB
- NITI Aayog
- EODB, DPIIT
- CEO, FSSAI
- Advisor, FSSAI
- Joint Secretary, DPIIT

Other Industry stakeholders

- FICCI
- CII
- IBA
- USIBC
- WeCare
- PACE



AARC delegation with Union Minister for Ministry of Food Processing & Industries
Shri Pashupati Kumar Paras



AARC delegation with MoS for Ministry of Food Processing & Industries
Shri Shri Prahlad Singh Patel



Advocacy

Working with Government to create nationwide EPR:

Major progress in the country is evolution of mandatory EPR and to create enabling ecosystem across the value chain there was a need for national level regulation to guide entire waste management efforts. AARC led the advocacy efforts to define the roles and responsibilities of each player in the ecosystem and thus setting the foundation of value chain. To create sustainable environment it was necessary that country has a universally and practically applicable mandatory EPR framework and we at AARC engaged with central government, state government as well as Apex body for creating a proper waste management mechanism. Government has accepted several of our recommendations and our efforts were validated in the final rule notified in August 2021 and February 2022 which captured many of our suggestions.

Few key highlights of the engagements with State government are as follows:

AARC delegation visited Shimla multiple times to engage with the key stakeholders in Himachal Pradesh Pollution Control Board, Department of Environment, Science & Technology and their ULBs to avoid the state level ban on the Integrated Straws. AARC had created an action plan with the select members and was able to achieve the targets of collection and recycling which was continuously communicated to HPSPCB officials as well as DEST.

HP authorities invited AARC delegation on 15th Nov'21 for discussion on necessary authorities of Food packaging. Meeting under the Chairmanship of Principal Secretary Sh. Prabodh Saxena was held with other important officials from DEST, HPSPCB and UDD. HP authorities advised that each brand should share their EPR plans separately with UDD, HP besides that with CPCB.



Project and Collections

In its efforts to support members to enhance the collection and Recycling of Beverage Carton waste, AARC has been working closely with members to align with WMAs, create projects and support the waste management ecosystem.

Rapidly help grow collection and recycling ecosystem and through active engagement of members

AARC and its member company JDL, a leading Alco Bev company which owns a strong portfolio of brands across categories including Whisky, Brandy, Rum, Premium Wines and Single Malts collaborated to execute a project in the state of Karnataka. AARC facilitated JDL's journey, showed the roadmap and helped to on-board the Waste Management Agency IPCA. IPCA is a not-for profit, non-government organization (NGO) and aim to ensure proper recycling/processing of different kinds of waste to produce other useful consumable products. The aim of the project was to collect and recycle Used Beverage Cartons for a duration of 6 months. The project eventually resulted in the first year itself over 30% volume in collecting and recycling. The joint activity got successfully concluded to create best practices for such kind of tripartite projects.

AARC was able to support the project in steering the conversation, setting the processes and SOPs, periodic review of the updates, audit of the documents and finalizing the project report. The transparently shared data within three parties helped build robust and sustainable model for delivering EPR and promoting recyclability of Beverage cartons. An exhaustive SOP also ensured proper traceability of the waste and ways it is recycled. This project will go long way to set the transparency and auditable documentation.

Project and Collections

Support to Members for Enhancing the Collections and the Ecosystem

- In parallel to the advocacy effort, for last 4 years, AARC supported members in EPR Action plans and strategy amidst evolving nature of waste trade.
- Reconfirming industry's commitment to the cause, AARC has supported members in implementation and nurturing waste ecosystem, while empowering to meet CPCB's reporting and procedural requirements.
- AARC steadily supported members to increase the collections (excluding mixed waste collection) from only about 5000 MT to over 15000 MT. The FY 21-22, AARC's collective EPR collections increased 3-fold.
- AARC will continue to guide members around all 3 graded targets i.e. collections, recycling and reuse



AARC COO Sh Mangesh Gupte
visiting the partner WMAs



Financial Reports

Ajay K. Sud & Associates

Chartered Accountants
F-3, South Extension, Part-I, New Delhi-110049
Tel. No. 41637412; Fax-41648098

INDEPENDENT AUDITOR'S REPORT

Action Alliance for Recycling Beverage Cartons (AARC)
A-73, Malviya Nagar,
New Delhi – 110017

1. Opinion

We have audited the financial statements of M/s Action Alliance for Recycling Beverage Cartons (AARC), having their Office at A-73, Malviya Nagar, New Delhi - 110017, which comprise the Balance Sheet as at March 31st 2022, and the Income and Expenditure Accounts, and Receipts and Payments Account for the year then ended, and notes to the financial statements, including a summary of significant accounting policies. In our opinion, the accompanying financial statements give a true and fair view of the financial position of the entity as at March 31, 2022, and of its financial performance and its cash flows for the year then ended in accordance with the Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI).

2. Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) issued by ICAI. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the entity in accordance with the ethical requirements that are relevant to our audit of the financial statements and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the aforesaid Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the entity'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 entity or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the entity's financial reporting process.



Financial reports

4. Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an 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.
- 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 organization'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 organization 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.



Financial reports

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Place: New Delhi
Date: 12 SEP 2022
UDIN:- 22086728AVFAQ08840

For Ajay K. Sud & Associates

Chartered Accountant
Firm Reg. No. 03939N



CA Ravi Gupta
Partner

M No. 86728

Financial reports

Action Alliance for Recycling Beverage Cartons (AARC)
 A-73, Malviya Nagar, New Delhi - 110017

Balance Sheet as at 31st March 2022

Liabilities	Note No.	FY 2021-22	FY 2020-21	Assets	Note No.	FY 2021-22	FY 2020-21
General Fund				Current Assets			
Opening Balance as per Last Balance Sheet		1,26,78,943	76,19,220	Membership Fee & Annual Fee Receivable	1	22,42,000	24,19,000
Add : Excess of Income Over Expenditure during the year		(26,44,535)	50,59,723	Advance to Vendors	2	-	1,31,367
		1,00,34,408	1,26,78,943	TDS Receivable	3	3,34,500	4,06,500
				GST Receivable	4	27,38,491	15,65,388
Current Liabilities				Cash & Bank Balance			
Sundry Creditors	5	29,46,763	5,15,874	Cash at Bank (Kotak Mahindra Bank)		78,13,667	90,62,093
Duties and taxes	6	92,270	32,881				
Other Payables	7	1,218	72,380				
Audit Fee Payable		54,000	55,500				
Consultancy Fee Payable		-	2,28,770				
		1,31,28,658	1,35,84,348			1,31,28,658	1,35,84,348

Significant Accounting Policies and Notes forming an integral part of accounts.

As per our Report of even date attached
 For Ajay K Sud & Associates
 Chartered Accountants

F.No. 03939N

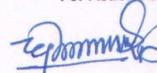
Ravi Gupta
 Partner

M.No. 086728

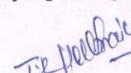
UDIN 22086728AVFAQ08840

Place: Delhi
 Date: 12 SEP 2022

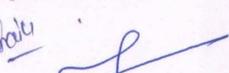
For Action Alliance for Recycling Beverage Cartons (AARC)



Ashutosh Manohar
 Chairman



Tusar Ranjan
 Treasurer



Praveen Aggarwal
 CEO

Action Alliance for Recycling Beverage Cartons (AARC)
 A-73, Malviya Nagar, New Delhi - 110017

Income & Expenditure Account for the period of 1st April 2021 to 31st March 2022

Expenditure	Note No.	FY 2021-22	FY 2020-21	Income	Note No.	FY 2021-22	FY 2020-21
Project Expenses				Membership & Annual Fee	8	62,50,000	68,00,000
Waste Management Project		27,124	99,056	Voluntary Contribution and Donation	9	43,00,000	66,21,041
State Environment and Waste Regulation		1,79,654	4,65,669	Financial Assistance for Plastic Waste Management		2,00,000	2,00,000
Radio Awareness Program		29,56,246	16,93,986	Bank Interest		2,57,937	3,03,604
Project Management Fees		55,17,000	51,73,333	Interest on IT Refund		4,250	-
Project Consultancy Charges		39,99,996	2,47,319				
Administrative Expenses							
Audit Fees		60,000	60,000				
Bad Debts		-	4,60,000				
Bank Charges		1,130	53				
Domain & Website Maintenance Charges		20,000	20,000				
Interest & Penalties on Statutory Dues		1,472	4,318				
Legal & Professional Charges		8,65,991	6,31,380				
Miscellaneous Expenses		350	4,498				
Printing & Stationery		-	5,310				
GST Written off		17,759	-				
Donations		10,000	-				
Excess Of Income Over Expenditure taken to Balance Sheet		-	50,59,723	Excess of expenditure over income taken to Balance Sheet		26,44,535	-
		1,36,56,722	1,39,24,645			1,36,56,722	1,39,24,645

Significant Accounting Policies and Notes forming an integral part of accounts.

As per our Report of even date attached
 For Ajay K Sud & Associates
 Chartered Accountants

F.No. 03939N

Ravi Gupta
 Partner

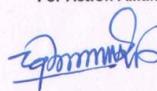
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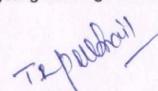
Place: Delhi

Date: 12 SEP 2022

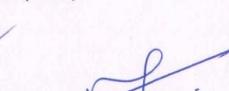
For Action Alliance for Recycling Beverage Cartons (AARC)



Ashutosh Manohar
 Chairman



Tusar Ranjan
 Treasurer



Praveen Aggarwal
 CEO

Financial reports

Action Alliance for Recycling Beverage Cartons (AARC)
A-73, Malviya Nagar, New Delhi - 110017

Receipts & Payments Account for the year ending 31st March 2022

Receipts	FY 2021-22	FY 2020-21	Payments	FY 2021-22	FY 2020-21
Opening Balance			Expenses		
Cash at Bank (Kotak Mahindra Bank)	90,62,093	55,75,084	Project Expenses	1,26,80,020	76,79,364
Receipts during the year			Administrative Expenses	9,76,702	11,85,559
Interest on Bank	2,57,937	3,03,604	Increase/(Decrease) in Current Liabilities	(21,88,846)	(3,90,280)
Interest on IT Refund	4,250	-			
Membership & Annual Fee	62,50,000	68,00,000	Closing Balance		
Voluntary Contribution and Donation	43,00,000	66,21,041	Cash at Bank (Kotak Mahindra Bank)	78,13,667	90,62,093
Financial Assistance for Plastic Waste Management	2,00,000	2,00,000			
Increase (Decrease) in Current Assets	(7,92,736)	(19,62,992)			
	1,92,81,543	1,75,36,736		1,92,81,543	1,75,36,736

Significant Accounting Policies and Notes forming an integral part of accounts

As per our Report of even date attached
For **Ajay K Sud & Associates**
Chartered Accountants

F.No. 03939N



Ravi Gupta
Partner

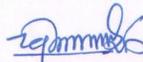
M.No. 086728

UDIN 22086728AVFAQD8840

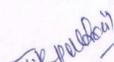
Place: Delhi

Date: 12 SEP 2022

For Action Alliance for Recycling Beverage Cartons (AARC)



Ashutosh Manohar
Chairman



Tusar Ranjan
Treasurer



Praveen Aggarwal
CEO

Financial reports

Note No. 1

Fee Receivable

Party Name	Current Year	Previous Year
CavinKare Pvt Ltd	-	-
Johnson & Johnson Private Limited	1,18,000	-
Halewood laboratories Pvt Ltd	5,90,000	-
Hector Beverages Private Limited	-	59,000
Karnataka Co-Operative Milk Producer's Fed. Ltd.	-	5,90,000
Parag Milk Foods Ltd	9,44,000	9,44,000
Maharashtra Pollution Control Board	-	2,36,000
Radico Khaitan Ltd	5,90,000	5,90,000
Total	22,42,000	24,19,000

Note No.2

Advance to vendors

Party Name	Current Year	Previous Year
HT Media Limited	-	1,31,367
Total	-	1,31,367

Note No.3

TDS Receivable

Party Name	Current Year	Previous Year
TDS Receivable	3,34,500	4,06,500
Total	3,34,500	4,06,500

Note No.4

GST Receivable

Party Name	Current Year	Previous Year
GST Receivable	27,38,491	15,65,388
Total	27,38,491	15,65,388

Note No.5

Sundry Creditors

Party Name	Current Year	Previous Year
Global Travels	12,033	12,033
Next Radio Limited	-	4,43,066
HT Media	24,60,980	-
GVS Publication	350	-
Mangesh Gupte	3,60,000	-
KrayMan Consultants LLP	1,13,400	60,775
Total	29,46,763	5,15,874

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T. & P. Chaitan

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Financial reports

Note No.6

Duties and Taxes

Party Name	Current Year	Previous Year
TDS Payable	92,270	32,881
Total	92,270	32,881

Note No.7

Other Payable

Party Name	Current Year	Previous Year
Mangesh Gupte	954	17,866
Rajat Kumar	264	-
Praveen Aggarwal	-	54,514
Total	1,218	72,380

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T. J. [Handwritten signature]

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Financial reports

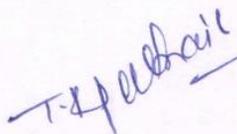
Action Alliance For Recycling Beverage Cartons AARC
Notes forming part of the Financial Statements for the year ended, 31st March, 2022

Note No.8
Income-Annual Fee and Membership Fee

Party Name	Current Year	Previous Year
CavinKare Pvt. Ltd.	2,50,000	2,50,000
Coca Cola India Private Limited	5,00,000	5,00,000
Dabur India Limited	5,00,000	5,00,000
Halewood Laboratories Pvt Ltd	5,00,000	5,00,000
John Distilleries Limited	5,00,000	5,00,000
Karnataka Co-Operative Milk Producer's Fed. Ltd.	5,00,000	5,00,000
Parag Milk Foods Ltd	-	5,00,000
Parle Agro Pvt Ltd	5,00,000	5,00,000
Johnson & Johnson Pvt Ltd	2,50,000	2,50,000
Varun Beverages Ltd	5,00,000	5,00,000
Hector Beverages Pvt Ltd	-	50,000
SIG Combibloc India Private Limited	2,50,000	2,50,000
Schreiber Dynamix Dairies Pvt Ltd	5,00,000	5,00,000
Radico Khaitan Ltd	5,00,000	5,00,000
Tetra Pak India Pvt Ltd	5,00,000	5,00,000
United Spirits Ltd	5,00,000	5,00,000
Total	62,50,000	68,00,000

Note No.9
Income-Voluntary Contribution & Donation

Party Name	Current Year	Previous Year
Tetra Pak India Pvt Ltd	43,00,000	66,21,041
Total	43,00,000	66,21,041



Financial reports

Action Alliance for Recycling Beverage Cartons (AARC)

SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF ACCOUNTS FOR THE ACCOUNTING YEAR ENDED ON 31st MARCH, 2022

A. SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

1. The accounts are prepared under the historical cost convention, as a 'Going Concern'. Income and expenses are accounted for on accrual basis following generally accepted accounting principles and practices and Accounting Standards issued by the Institute of Chartered Accountants of India for Not for Profits (NGOs), wherever applicable, except otherwise stated.

Fixed Assets & Depreciation

2. The Fixed Assets have been valued at historical cost. Cost comprises the purchase price and any expense incurred for bringing the assets to its working condition. The carrying amounts are reviewed at the balance sheet date when required to assess whether they are recorded in excess of their recoverable amounts, and where carrying values exceed this estimated recoverable amount, assets are written down to their recoverable amount.
3. Depreciation on Fixed Assets is provided as per written down value method as per the rates prescribed by the Income Tax Act, 1961. For individual Asset Items costing upto Rs 5000/-, each such asset is depreciated fully during the year of purchase.

Tax Exemption/Provision

4. AARC had been granted Section 12 A Exemption as well as 80 G during the year by Commissioner of Income Tax (Exemptions) Delhi [(CIT(E)]. The application was made to CIT (E) for approval/registration under section 12A of the Income Tax Act, 1961 vide its application dated 29-01-2019 and approval has been granted from the date of application.

Intangible Assets

5. Intangible Assets are stated at acquisition cost, net of accumulated amortization. Intangible assets are amortized on a straight line basis over the estimated useful life.

Impairment of Assets

6. The society assesses at each reporting period whether there is any indication that an asset (tangible or intangible) may be impaired. If any indication exists, the society



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Financial reports

estimates the asset's recoverable amount. An asset's recoverable amount is the higher of asset's or cash generating unit's (CGU) net selling price and its value in use. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. Impaired Losses are recognized in the Income & Expenditure Account. Assessment is also done at each Balance Sheet date as to whether there is any indication that an impairment loss recognized for an asset in prior accounting periods may no longer exist or may have decreased and reversals, if any are recorded in the Income & Expenditure Account for the year.

Borrowing costs

7. General and specific borrowing costs directly attributable to the cost of acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is an asset that necessarily takes a substantial period of time to get ready for its intended use. All other borrowing costs are recognized as an expense in the Income & Expenditure Account in the period in which they are incurred.

Foreign Currencies

8. Foreign Currency assets and liabilities are translated into rupees at the exchange rates prevailing as on the date of Balance Sheet. Translation differences on foreign currency liabilities related to fixed assets are adjusted in the cost of fixed assets. Other material exchange translation differences are reflected in the Income & Expenditure Account under appropriate income /expenses account.

Leases

9. Leases in which a significant portion of the risks and rewards of ownership are retained by the lesser are classified as operating leases. Operating lease rental payments are recognized as an expense in the Income & Expenditure Account.

Provisions

10. Provisions are recognized when there is a present obligation 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 there is realizable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance Sheet date and are not discounted to its present value.

Contingent Liabilities

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



Financial reports

Where there is a possible obligation or a present obligation or a present obligation and the likelihood of outflow of resources is remote, no provision or disclosure is made.

Use of Estimates

12. The preparation of Financial statements in accordance with the generally accepted accounting principles require the management to make estimates and assumptions that affect the reported amounts of assets and liabilities as of the date of Financial statements and the reported amount of expenses of the year. Actual results could differ from these estimates. Any revision to such accounting estimates is recognized in the accounting period in which such revision takes place.

Other Matters

13. Based on the information available with organization, there are no amount due to Micro, Medium and Small Enterprises as defined as per Micro, Medium and Small Enterprises Development Act, 2006 and no interest has been paid and payable under the term of the MSMED Act, 2006.
14. Previous year figures have been regrouped/reclassified, wherever necessary to correspond with the current year's classification/disclosures.

As per our Report of even date attached
For Ajay K Sud & Associates
Chartered Accountants

F.No. 03939N



Ravi Gupta
Partner

M.No. 086728

UDIN: 22086728AVFAQ08840

For Action Alliance Recycling
Beverage Cartons (AARC)



Ashutosh Manohar
Chairman



Tusar Ranjan
Treasurer

Praveen
Aggarwa
CEO