



# Sushil Maheshwari & Co.

## CHARTERED ACCOUNTANTS

### Independent Auditor's Report

To  
The Members of Hind Lamps Limited

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

#### Opinion

We have audited the accompanied Financial Statements of Hind Lamps Limited ("the Company"), which comprise the Balance Sheet as at 31<sup>st</sup> March 2021, the Statement of Profit and Loss (including Statement of Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and notes to the Financial Statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Financial Statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required, the aforesaid Financial Statements 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 Standard) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31<sup>st</sup> March 2021, the loss and other comprehensive income, changes in equity and its cash flows for the year ended on that date.

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. 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 Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Financial Statements under the provisions of the Companies Act, 2013 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 qualified opinion.

#### Emphasis of Matter

We draw attention to point 3 of Note 2 in the Financial Statements, which describes the economic and social consequences/disruption the entity is facing as a result of COVID-19 which is impacting supply chains, consumer demand, financial markets, commodity prices, personnel available for work and or being able to access offices.

Our opinion is not modified in respect of this matter.



### **Information other than the Financial Statements and Auditor's Report Thereon**

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report but does not include the financial statements and our auditor's report thereon.

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

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

### **Responsibility of Management for Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these Financial Statements that give a true and fair view of the financial position, financial performance including other comprehensive income, changes in equity, and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Ind AS. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

### **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 financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system 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 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 financial control that we identify during our audit.

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



From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the 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, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, 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, we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - c) The Balance Sheet, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - d) In our opinion, the aforesaid Financial Statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - e) On the basis of the written representations received from the directors as on 31st March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021 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 over financial reporting of the Company with reference to these Financial Statements and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting with reference to these Financial Statements.
  - g) 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 Financial Statements - (*Refer Note No 2(2) of the Financial Statements*);
    - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
    - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.



- iv. (a) the management has represented that, to the best of it's knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (b) the management has represented, that, to the best of it's knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
- (c) Based on our audit procedures 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 (a) and (b) of clause (iv) contain any material mis-statement.
- v. Since the Company has neither declared nor paid any dividend during the financial year under consideration, the company is not required to comply with section 123 of the Act.
- 3) With respect to the matter to be included in the Auditors' Report under Section 197(16) of the Act: In our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director is not in excess of the limit laid down under Section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) which are required to be commented upon by us.

**For Sushil Maheshwari & Co.**  
Chartered Accountants  
**Firm's Registration No. - 005519C**



**CA. Lakhmi Chandra Bajaj**  
Partner  
**Membership No. - 077637**

**UDIN: 21077637AAAACS7345**

Place: Mumbai  
Date: 14-05-2021

Annexure - A to Independent Auditor's Report of even date on the Financial Statements of Hind Lamps Limited  
(Referred to in paragraph 1, under 'Report on Other Legal and Regulatory Requirements' section of our Report of even date)

- (i) (a) In our opinion and according to the information and explanations given to us during the course of the audit, the Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) According to the information and explanations given to us by the Company, the management of the Company has conducted physical verification of the fixed assets of the Company during the financial year under consideration. No material discrepancies were noticed on such verification.
- (c) In our opinion and according to the information and explanations given to us during the course of the audit, Company does not own any immovable properties as on Balance Sheet Date since all immovable properties has been transferred on 30<sup>th</sup> June, 2020 to the resulting company as per the scheme of arrangement.
- (ii) In our opinion and according to the information and explanations given to us during the course of the audit, physical verification of the inventory has been conducted by the management at reasonable intervals. The discrepancies noticed on physical verification of inventory as compared to book records, were not material and have been properly dealt with in the books of account.
- (iii) In terms of the information and explanations sought by us and given by the Company and the books and records examined by us in the normal course of audit, the Company has not granted any loans, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register maintained under section 189 of the Act. Consequently, the requirement of clause (iii) (a) to clause (iii) (c) of paragraph 3 of the Order is not applicable to the Company.
- (iv) As per the information and explanations provided to us the course of the audit, the Company has not directly or indirectly advanced loan to the persons covered under Section 185 of the Act or given guarantees or securities in connection with the loan taken by such persons. The Company has complied with the provisions of Sections 185 and 186 of the Act in respect of grant of loans, making investments and providing guarantees and securities, as applicable.
- (v) According to the information and explanations provided to us by the Company, the Company has not accepted any deposits within the meaning of Sections 73 to 76 or any other relevant provisions of the Act and the Rules framed there under. Therefore, the clause (v) of paragraph 3 of the Order is not applicable to the Company.
- (vi) According to the information and explanations provided by the management to us, the Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act for any of the products produced by the Company.
- (vii) (a) According to the information and explanations sought by us and given by the Company and the books and records examined by us in the normal course of audit, amounts payable in respect of undisputed statutory dues including Provident fund, Employees' State Insurance, Income-tax, Sales tax, Goods and Service tax, Service tax, Duty of custom, Duty of excise, Value added tax, Cess and Other Statutory Dues, have been regularly deposited by the Company with the appropriate authorities.



- (b) According to the information and explanations given to us by the Company during the course of the audit, there are no dues of Income-tax or Sales tax or Service tax or Goods and Services tax or duty of Customs or duty of Excise or Value added tax which have not been deposited by the Company on account of disputes, *except for the following:*

Name of the Statute	Amount (Rs.)	Period to which the amount relates	Forum where dispute is pending
Excise Duty Demand	75,91,306/-	2011-12	Ld. Commissioner Appeal, Lucknow
UPVAT Demand	1,81,205/-	2013-14	Joint Commissioner of Commercial Tax, Uttar Pradesh
Demand under Sales Tax	17,97,377/-	2007-08	Appeal pending before Additional Commissioner, Commercial Tax, Mainpuri
UPVAT Demand	1,00,555/-	2014-15	Joint Commissioner of Commercial Tax, Uttar Pradesh
Demand of Income Tax	30,00,000/-	2013-14	Hon'ble CIT(A) - II, Agra

- (viii) Based on our audit procedures and according to the information and explanations given to us by the Company, we are of the opinion that the Company has not defaulted in repayment of loans or borrowings to a financial institution, bank, government or dues to debenture holders.
- (ix) In terms of the information and explanations sought by us and given by the Company and the books and records examined by us in the normal course of audit, the Company has not raised any moneys by way of Initial Public Offer or Further Public Offer (including debt instruments) or term loans, during the financial year under consideration. The Company has utilized the money raised by way of term loans for the purposes for which they were raised.
- (x) In our opinion and according to the information and explanations given to us during the course of the audit, we report that no fraud by the Company and no fraud on the Company by its officers or employees has been noticed or reported during the year.
- (xi) According to the information and explanations sought by us and given by the Company and the books and records examined by us in the normal course of audit, the managerial remuneration has been paid /provided by the Company in the books of accounts in accordance with the requisite approvals as mandated by the provisions of section 197 read with Schedule V to the Act.
- (xii) In our opinion and according to the information and explanations given to us during the course of the audit, the Company is not a Nidhi Company as prescribed under section 406 of the Acts. Therefore, the provisions of clause 3(xii) of the Order are not applicable to the Company and hence not commented upon.
- (xiii) In terms of the information and explanations sought by us and given by the Company and the books and records examined by us in the normal course of audit, all transactions with the related parties are in compliance with section 177 and 188 of the Act, where applicable, and the details have been disclosed in the Financial Statements, as required by the applicable accounting standards.



- (xiv) According to the information and explanations sought by us and given by the Company and the books and records examined by us in the normal course of audit, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and hence, reporting requirements under clause 3(xiv) of the Order are not applicable to the Company and, not commented upon.
- (xv) In terms of the information and explanations sought by us and given by the Company and the books and records examined by us in the normal course of audit, the Company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable to the Company.
- (xvi) In our opinion and according to the information and explanations given to us during the course of the audit, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

**For Sushil Maheshwari & Co.**  
Chartered Accountants  
Firm's Registration No. - 005519C



**CA. Lakhmi Chandra Bajaj**  
Partner  
Membership No. - 077637

**UDIN: 21077637AAAACS7345**

Place: Mumbai  
Date: 14-05-2021



Annexure - B to Independent Auditor's Report of even date on the Financial Statements of Hind Lamps Limited

(Referred to in paragraph 2(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

**REPORT ON THE INTERNAL FINANCIAL CONTROLS UNDER CLAUSE (I) OF SUB-SECTION 3 OF SECTION 143 OF THE ACT**

We have audited the internal financial controls over financial reporting of **Hind Lamps Limited** ("the Company") as of 31st March, 2021 in conjunction with our audit of the Financial Statements of the Company for the year ended on that date.

**MANAGEMENT'S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS**

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

**AUDITORS' RESPONSIBILITY**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting with reference to these Financial Statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing as specified under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to Financial Statements based on our audit. 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 financial reporting with reference to these Financial Statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting with reference to these Financial Statements 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 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 with reference to these Financial Statements.



## MEANING OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING WITH REFERENCE TO THESE FINANCIAL STATEMENTS

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

## INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING WITH REFERENCE TO THESE FINANCIAL STATEMENTS

Because of the inherent limitations of internal financial controls over financial reporting with reference to these 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 Financial Statements to future periods are subject to the risk that the internal financial control over financial reporting with reference to these Financial Statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

## OPINION

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting with reference to these Financial Statements and such internal financial controls system over financial reporting with reference to these Financial Statements were operating effectively as at 31<sup>st</sup> March 2021, 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 Sushil Maheshwari & Co.**  
Chartered Accountants  
Firm's Registration No. - 005519C



**CA. Lakhmi Chandra Bajaj**  
Partner  
Membership No. - 077637

UDIN: 21077637AAAACS7345

Place: - Mumbai  
Date: - 14-05-2021

**Hind Lamps Limited**  
Regd. Off. - Station Road, Shikohabad, Firozabad - 283141

*Balance Sheet as at 31st March, 2021*

Particulars	Note No.	As at	As at
		31st March, 2021	31st March, 2020
		Amount (in ₹)	Amount (in ₹)
<b>A ASSETS</b>			
<b>1 Non Current Assets</b>			
a) Property, Plant & Equipment	3A	1,91,318.00	6,76,98,965.98
b) Capital Work in Progress		-	-
c) Investment Properties		-	-
d) Goodwill		-	-
e) Other Intangible Assets		-	-
h) <u>Financial Assets</u>			
i) Investments		-	-
ii) Trade Receivables		-	-
iii) Loans		-	-
iv) Other Financial Assets	4	-	2,45,925.90
i) Deferred Tax Assets (Net)	5	7,543.00	22,28,01,264.00
j) Other Non Current Assets			
i) Right of Use Assets	6a	11,76,513.00	38,24,380.35
ii) Others	6b	-	32,72,610.00
<i>Total Non Current Assets</i>		<b>13,75,374.00</b>	<b>29,78,43,146.23</b>
<b>2 Current Assets</b>			
a) Inventories	7	53,04,428.71	11,24,43,842.28
b) <u>Financial Assets</u>	8		
i) Investments		-	-
ii) Trade Receivables	8a	52,48,180.00	2,48,01,406.09
iii) Cash & Cash Equivalents	8b	28,12,511.37	4,05,691.12
iv) Bank Balances other than (iii) above		-	-
v) Loans		-	-
vi) Other Financial Assets	8c	-	28,29,835.40
c) Current Tax Assets (Net)	9	10,925.67	5,04,673.77
d) Other Current Assets	10	26,98,573.24	1,55,86,717.37
		<b>1,60,74,618.99</b>	<b>15,65,72,166.03</b>
e) Assets classified as held for sale	3B	-	14,18,139.02
<i>Total Current Assets</i>		<b>1,60,74,618.99</b>	<b>15,79,90,305.05</b>
<b>Total Assets</b>		<b>1,74,49,992.99</b>	<b>45,58,33,451.28</b>

As per our report of even date attached.

For Sushil Maheshwari & Co.  
Chartered Accountants  
FRN - 005519C

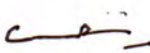



CA Lakhmi Chandra Bajaj

Partner  
M. No. - 077637

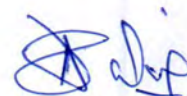
Place: Mumbai  
Date: 14-05-2021  
UDIN - 21077637AAAACS7345

For and on behalf of Board of Directors

  
Shekhar Bajaj  
Director  
DIN - 00089358

  
Kunjbihari Ramgopalji  
Bhattad  
Director  
DIN - 02729018

  
Manish Arun Pathak  
Chief Finance Officer  
PAN - AKAPP6049K

  
Prashant Anant Dalvi  
Company Secretary  
M. No. - A51129

**Hind Lamps Limited**  
**Regd. Off. - Station Road, Shikohabad, Firozabad - 283141**

Balance Sheet as at 31st March, 2021

Particulars	Note No.	As at	As at
		31st March, 2021	31st March, 2020
		Amount (in ₹)	Amount (in ₹)
<b>B EQUITY AND LIABILITIES</b>			
<b>Equity</b>	11		
a) Equity Share Capital	a	15,00,00,000.00	15,00,00,000.00
b) Other Equity			
i) Reserves & Surplus	b	(13,74,65,931.54)	(1,04,64,66,737.58)
ii) Others	b	-	13,87,75,443.00
<b>Total Equity</b>		<b>1,25,34,068.46</b>	<b>(75,76,91,294.58)</b>
<b>Liabilities</b>			
<b>1 Non Current Liabilities</b>			
a) Financial Liabilities			
i) Borrowings	12	-	32,13,89,636.00
b) Provisions	13	-	7,35,24,822.00
c) Deferred Tax Liabilities (Net)		-	-
d) Other Non-Current Liabilities	13A	11,53,959.00	14,69,844.00
<b>Total Non Current Liabilities</b>		<b>11,53,959.00</b>	<b>39,63,84,302.00</b>
<b>2 Current Liabilities</b>			
a) Financial Liabilities	14		
i) Borrowings	a	-	3,87,47,792.44
ii) Trade Payables			
a) Total Outstanding dues of micro and small enterprises		-	1,20,08,059.54
b) Total Outstanding dues to creditors other than micro and small enterprises	b	22,74,516.38	26,42,11,901.35
iii) Other Financial Liabilities	c	-	32,15,79,296.26
b) Other Current Liabilities	15		
i) Lease Liabilities	15a	69,716.00	26,87,113.00
ii) Others	15b	14,17,733.15	16,30,20,656.27
c) Provisions	16	-	1,48,85,625.00
<b>Total Current Liabilities</b>		<b>37,61,965.53</b>	<b>81,71,40,443.86</b>
<b>Total</b>		<b>1,74,49,992.99</b>	<b>45,58,33,451.28</b>
See accompanying significant accounting policies and notes to accounts forming an integral part of the audited financial statements	1 to 28	-	-

As per our report of even date attached.

For Sushil Maheshwari & Co.  
Chartered Accountants  
FRN - 005519C



CA Lakhmi Chandra Bajaj

Partner  
M. No. - 077637

Place: Mumbai  
Date: 14-05-2021  
UDIN - 21077637AAAACS7345

For and on behalf of Board of Directors

*(Signature)* *(Signature)*

Shekhar Bajaj  
Director  
DIN - 00089358

Kunjbihari Ramgopalji  
Bhattad  
Director  
DIN - 02729018

*(Signature)*  
Manish Arun Pathak  
Chief Finance Officer  
PAN - AKAPP6049K

*(Signature)*  
Prashant Anant Dalvi  
Company Secretary  
M. No. - A51129

**Hind Lamps Limited**  
Regd. Off. - Station Road, Shikohabad, Firozabad - 283141

*Statement of Profit and Loss for the year ended 31st March, 2021*

Particulars	Note No.	For the year ended	For the year ended
		31st March, 2021	31st March, 2020
		Amount (in ₹)	Amount (in ₹)
<u>CONTINUING OPERATIONS</u>			
1 <b>Revenue</b>			
Revenue from Operations	17	3,80,88,791.40	2,96,76,681.89
Other Income	18	2,533.07	-
<b>Total Revenue</b>		<b>3,80,91,324.47</b>	<b>2,96,76,681.89</b>
2 <b>Expenses</b>			
a) Purchase of Stock in Trade	19	3,35,33,716.61	2,68,20,381.08
b) Changes in Inventories	20	(3,64,812.53)	(7,40,969.06)
c) Employees Benefits Expenses	21	-	15,05,946.15
d) Finance Cost	22	86,769.00	-
d) Depreciation & Amortization Expenses		67,565.00	67,625.00
e) Depreciation on Leased Assets		95,393.00	-
f) Other Expenses	23	23,63,167.87	3,92,330.02
<b>Total Expenses</b>		<b>3,57,81,798.95</b>	<b>2,80,45,313.19</b>
3 <b>Profit before Exceptional Items (1-2)</b>		<b>23,09,525.52</b>	<b>16,31,368.70</b>
4 Exceptional Items		-	-
5 <b>Profit before Tax (3-4)</b>		<b>23,09,525.52</b>	<b>16,31,368.70</b>
6 <b>Tax Expense:</b>			
a) Current Tax		6,00,390.00	-
b) Deferred Tax		(7,458.00)	(5,636.00)
<b>Total Tax Expense</b>		<b>5,92,932.00</b>	<b>(5,636.00)</b>
7 <b>Profit from Continuing Operations (5-6)</b>		<b>17,16,593.52</b>	<b>16,37,004.70</b>
8 Loss from Discontinued Operations	24	(7,97,40,915.92)	(15,17,45,997.82)
9 Tax Expense of Discontinued Operations		(2,58,43,966.00)	(3,94,82,583.00)
10 <b>Loss from Discontinued Operations (8-9)</b>		<b>(5,38,96,949.92)</b>	<b>(11,22,63,414.82)</b>
11 <b>Loss for the Year (7+10)</b>		<b>(5,21,80,356.40)</b>	<b>(11,06,26,410.12)</b>

As per our report of even date attached.

For Sushil Maheshwari & Co.  
Chartered Accountants  
FRN - 005519C

CA Lakhmi Chandra Bajaj

Partner  
M. No. - 077637

Place: Mumbai  
Date: 14-05-2021  
UDIN - 21077637AAAACS7345

For and on behalf of Board of Directors

Shekhar Bajaj

Director  
DIN - 00089358

Manish Arun Pathak  
Chief Finance Officer  
PAN - AKAPP6049K

Kunjabihari Ramgopalji  
Bhattad

Director  
DIN - 02729018

Prashant Anant Dalvi  
Company Secretary  
M. No. - A51129

**Hind Lamps Limited**

Regd. Off. - Station Road, Shikohabad, Firozabad - 283141

*Statement of Profit and Loss for the year ended 31st March, 2021*

Particulars	Note No.	For the year ended 31st March, 2021	For the year ended 31st March, 2020
		Amount (in ₹)	Amount (in ₹)
Continued.....			
<b>12 Other Comprehensive Income</b>	<b>25</b>		
<b>Continuing Operation</b>			
A(i) Items that will not be reclassified to profit or loss		-	-
(ii) Income tax relating to items that will not be reclassified to profit or loss		-	-
B(i) Items that will be reclassified to profit or loss		-	-
(ii) Income tax relating to items that will be reclassified to profit or loss		-	-
<b>Discontinuing Operation</b>			
A(i) Items that will not be reclassified to profit or loss		(2,30,06,403.00)	(1,77,49,526.00)
(ii) Income tax relating to items that will not be reclassified to profit or loss		(59,81,665.00)	(46,14,877.00)
B(i) Items that will be reclassified to profit or loss		-	-
(ii) Income tax relating to items that will be reclassified to profit or loss		-	-
<i>Total Other Comprehensive Income</i>		<i>(1,70,24,738.00)</i>	<i>(1,31,34,649.00)</i>
<b>13 Total Comprehensive Income for the Year</b>		<b>(6,92,05,094.40)</b>	<b>(12,37,61,059.12)</b>
<b>14 Earnings per share (of ₹ 25/- each):</b>	<b>26</b>		
a) Basic			
i) Continuing Operations	a	0.29	0.27
ii) Discontinued Operations	b	(8.98)	(18.71)
iii) Total Operations	c	(8.70)	(18.44)
b) Diluted			
i) Continuing Operations	d	0.29	0.27
ii) Discontinued Operations	e	(8.98)	(18.71)
iii) Total Operations	f	(8.70)	(18.44)
See accompanying significant accounting policies and notes to accounts forming an integral part of the audited financial statements	1 to 28		

As per our report of even date attached.

For Sushil Maheshwari & Co.  
Chartered Accountants  
FRN - 005519C

CA Lakhmi Chandra Bajaj

Partner  
M. No. - 077637

Place: Mumbai  
Date: 14-05-2021  
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Shekhar Bajaj

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Prashant Anant Dalvi  
Company Secretary  
M. No. - A51129

**Hind Lamps Limited**  
**Regd. Off. - Station Road, Shikohabad, Firozabad - 283141**

Cash Flow Statement for the year ended 31st March, 2021

Particulars	For the year ended 31st March, 2021	For the year ended 31st March, 2020
	Amount (in ₹)	Amount (in ₹)
<b>A. Cash Flow from Operating Activities:</b>		
Profit / (Loss) before tax (Continued & Discontinued)	(10,04,37,793.40)	(16,78,64,155.12)
Property, Plant and Equipment used in Repair	-	136.00
Net (Profit) / Loss on sale of Fixed Assets	-	(3,945.00)
Loss on Impairment on Assets	-	1,13,07,404.00
<b>Net Profit / (Loss) before tax provision and extra ordinary item</b>	<b>(10,04,37,793.40)</b>	<b>(15,65,60,560.12)</b>
<u>Adjustments for:</u>		
Depreciation	6,93,852.00	33,72,133.00
Depreciation on Leased Assets	8,70,360.08	30,49,802.64
Interest Expense/Other Borrowing Cost	1,37,36,777.06	5,58,32,387.72
Interest Income	(60,992.27)	(3,13,728.90)
Provision for Doubtful Debtors	1,70,23,411.39	-
Lease Rent	-	65,000.00
<b>Operating profit before working capital changes</b>	<b>(6,81,74,385.14)</b>	<b>(9,45,54,965.66)</b>
<b>Adjustments for changes in working capital :</b>		
Net (Increase) / Decrease in Trade Receivables	(13,35,083.00)	49,70,882.06
Net (Increase) / Decrease in Inventories	2,85,13,710.31	54,62,896.81
Net (Increase) / Decrease in Other Receivables	(41,41,709.21)	(1,39,06,051.03)
Net Increase / (Decrease) in Provision	(85,23,808.00)	(84,23,474.00)
Net Increase / (Decrease) in Trade and Other Payables	5,70,85,271.78	14,09,63,795.37
<b>Net Cash Flow from Operating Activities - A</b>	<b>34,23,996.73</b>	<b>3,45,13,083.55</b>
<b>B. Cash Flow from Investing Activities:</b>		
Purchases of Fixed Assets	(2,203.00)	(15,93,703.00)
Sale of Fixed Assets	-	5,500.00
Net (Purchase) / Sale of Investment (FDR Accrued Interest)	(42,065.00)	(19,46,600.40)
Decrease / (Increase) in Capital Work-in-Progress	-	-
Interest Received (Revenue)	41,023.24	18,26,336.00
<b>Net Cash Flow from Investing Activities - B</b>	<b>(3,244.76)</b>	<b>(17,08,467.40)</b>

Continued on page - 2



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<b>C. Cash Flow from Financing Activities:</b>		
Net Proceeds from Working Capital Borrowings (Cash Credits)	48,07,790.10	(57,39,667.37)
Net Proceeds from Long Term Borrowings	56,94,555.00	1,71,02,062.00
Net Proceeds from Long Term Loans & Advances	(43,452.00)	17,07,692.00
Net Lease Rent	-	(65,000.00)
Net Finance Cost Paid	(1,02,14,112.70)	(4,32,27,074.78)
Net Paid Principal Portion of Leased Assets	(8,27,057.00)	(27,91,890.00)
<b>Net Cash Flow from Financing Activities - C</b>	<b>(5,82,276.60)</b>	<b>(3,30,13,878.15)</b>
<b>D. Net Increase/(Decrease) in Cash &amp; Cash Equivalents( A+B+C)</b>	<b>28,38,475.37</b>	<b>(2,09,262.00)</b>
E. Cash and Cash Equivalents at the beginning of year	4,05,691.12	6,14,953.12
F. Cash and Cash Equivalents as at 30th June, 2020 transferred due to Demerger of Manufacturing Undertaking	(4,31,655.12)	-
<b>Cash and Cash Equivalents as at the end of the year</b>	<b>28,12,511.37</b>	<b>4,05,691.12</b>
G. (See Note No. 8B)	-	-

**Change in liability arising from Financing Activities - Continued Operations & Discontinued Operations**

Particular	Amount (in ₹)
<b>Borrowings as on March 31,2020</b>	<b>38,39,30,594.00</b>
<b>Add:</b> Proceeds from Borrowings (including interest accrued)	92,80,106.00
<b>Less:</b> Repayment of Borrowings	15,925.00
<b>Less:</b> Borrowings Transferred ( <i>Pursuant to Demerger</i> )	39,31,94,775.00
<b>Borrowings as on March 31, 2021</b>	<b>-</b>

As per our report of even date attached.

For Sushil Maheshwari & Co.

Chartered Accountants

FRN - 005519C



CA Lakhmi Chandra Bajaj

Partner

M. No. - 077637

Place: Mumbai

Date: 14-05-2021

UDIN - 21077637AAAACS7345

For and on behalf of Board of Directors

Shekhar Bajaj

Director

DIN - 00089358

Manish Arun Pathak

Chief Finance Officer

PAN - AKAPP6049K

Kunjbihari Ramgopalji  
Bhattad

Director

DIN - 02729018

Prashant Anant Dalvi

Company Secretary

M. No. - A51129



## B) Other Equity - Statement of Changes in Equity

Particulars	Share Application Money Pending Allotment	Equity Component of Compound Financial Instrument	Other Equity	Reserve & Surplus				Debt Instruments through Other Comprehensive	Equity Instruments through Other Comprehensive	Effective Portion of Cash Flow	Revaluation Surplus	Exchange Differences on translating Fin. Statements of a Foreign Operation	Other Items of Other Comprehensive Income	Money received against share warrants	Total
				Capital Reserve	Securities Premium Account	General Reserve	Retained Earning (P & L)								
Balance as on 01st April, 2019	-	-	13,87,75,443.00	5,21,00,000.00	22,00,000.00	-	(1,03,26,06,921.40)	-	-	-	5,41,70,122.00	-	(85,68,878.00)	-	(78,39,30,234.40)
<u>Changes in Equity for the year ending 31st March, 2020</u>															
Total Comprehensive Income for the year	-	-	-	-	-	-	(11,06,26,410.12)	-	-	-	-	-	(1,31,34,649.00)	-	(12,37,61,059.12)
Dividends	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transferred to Retained Earnings	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transferred to General Reserve	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transferred due to Depreciation & Impairment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Loss adjusted with Reserve	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balance as on 31st March, 2020	-	-	13,87,75,443.00	5,21,00,000.00	22,00,000.00	-	(1,14,32,33,331.52)	-	-	-	6,41,70,122.00	-	(2,17,03,527.00)	-	(90,76,91,293.52)
<u>Changes in Equity for the year ending 31st March, 2021</u>															
Total Comprehensive Income for the year	-	-	-	-	-	-	(5,21,80,360.10)	-	-	-	-	-	(1,70,24,738.00)	-	(6,92,05,098.10)
Dividends	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transferred to Retained Earnings	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transferred to Other Comprehensive Income	-	-	-	-	-	-	-	-	-	-	2,17,49,679.00	-	2,17,49,679.00	-	-
Transferred to General Reserve	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer of Revaluation Reserve of PPE pertaining to Demerged Undertaking transferred to Resulting Company, pursuant to Demerger	-	-	-	-	-	-	-	-	-	-	4,24,20,443.00	-	-	-	(4,24,20,443.00)
Transfer of Equity Component of liabilities to Resulting Company, pursuant to Demerger	-	-	(13,87,75,443.00)	-	-	-	-	-	-	-	-	-	-	-	(13,87,75,443.00)
Net difference of liabilities over assets transfer to Resulting Company, pursuant to Scheme, adjusted to capital reserve	-	-	-	1,02,06,26,346.09	-	-	-	-	-	-	-	-	-	-	1,02,06,26,346.09
Balance as on 31st March, 2021	-	-	-	1,07,27,26,346.09	22,00,000.00	-	(1,19,54,13,691.63)	-	-	-	-	-	(1,69,78,586.00)	-	(13,74,65,931.54)



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**Notes forming part of the Financial Statements**

**Note 1**

**A. Company Information**

*Hind Lamps Limited* (the 'Company') is a domestic public limited Company domiciled in India and is not listed on any Stock Exchange. The Company is registered in the state of Uttar Pradesh, India. The Corporate Identity Number (CIN) allotted to the Company by the Ministry of Corporate Affairs (MCA) is U27302UP1951PLC002355. The registered office of the Company is situated at *Station Road, Shikohabad, Firozabad - 205141*. Upto 30<sup>th</sup> June, 2020, the Company was engaged in the business of manufacturing of High Intensity Discharge (HID) Bulbs, Meter Boards (Below Poverty Line Kits), LED Bulbs and LED Battens. Its manufacturing unit was located at Shikohabad, Uttar Pradesh and Parwanoo, Himachal Pradesh. The Company also has a trading unit which is engaged in the business of selling these products and other electrical appliances to the end consumers.

With effect from the closure of business hours of the Company as on June 30, 2020, i.e. from the effective date of the Scheme (as defined hereinafter), consequent to demerger of its entire manufacturing undertaking, the Company had discontinued its manufacturing activities and is now engaged only in the trading business as mentioned above.

Consequently, in compliance to IndAS-1, all the figures of the previous year are regrouped in the Statement of Profit and Loss and Other Comprehensive Income to the effect that all the figures relating to discontinued operations i.e. manufacturing undertaking business are disclosed separately under Note 24 - "Financial Results from Discontinued Operations" and the figures relating to remaining business i.e. trading business are disclosed corresponding to each head under the Statement of Profit and Loss and Other Comprehensive Income.

**B. Scheme of Arrangement between the Company and Bajaj Electricals Limited**

1. The Scheme of Arrangement between the Company and Bajaj Electricals Limited ("**BEL**" or "**Resulting Company**") and their respective shareholders and creditors, whereby and wherein the Manufacturing Business of the Company ("**Demerged Undertaking**") has to be demerged into the Resulting Company ("**Scheme**") has been sanctioned by Hon'ble National Company Law Tribunal, Allahabad Bench ("**NCLT Allahabad**") and Hon'ble National Company Law Tribunal, Mumbai Bench ("**NCLT Mumbai**") vide their Orders dated January 7, 2020 and May 21, 2020, respectively. The Scheme has become effective on June 30, 2020 with an appointed date as on March 31, 2014.

2. To give effect to the Scheme, the Company has followed the accounting treatment as prescribed in the Scheme. The accounting treatment to be followed by the Company is provided under clause 12.2 of the Scheme which reads as follows:

"12.2 *Accounting treatment in the books of the Demerged Company*

(a) *Upon the scheme coming into effect, the assets and the liabilities of the Demerged Company being transferred to the Resulting Company shall be transferred at values appearing in the books of account (ignoring revaluation) of the Demerged Company;*

(b) *The net difference between the liabilities and assets as transferred under sub-clause (a) above shall be adjusted to capital reserve.*

*Any matter not dealt with in this Scheme or hereinabove shall be dealt with in accordance with the applicable Accounting Standards prescribed."*

3. In accordance with the Scheme:

a. The Demerged Undertaking has been transferred, as a going concern, to the Resulting Company.



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- b. The Company has, on closing business hours of June 30, 2020, has transferred assets aggregating to ₹ 38,70,17,163.12 and liabilities of ₹ 1,40,76,43,509.21 pertaining to the Demerged Undertaking to BEL at book values (ignoring revaluation).
- c. The difference between the assets and liabilities so transferred amounting to ₹1,02,06,26,346.09 has been, pursuant to the Scheme, adjusted to capital reserve. The net assets transferred to BEL includes:

	Assets/Liabilities transferred to BEL	(Amount in ₹)
	<b>ASSETS</b>	
<b>1.</b>	<b>Non-Current Assets</b>	
	Property, Plant & Equipment (PPE)	2,44,49,604.98
	<b>Financial Assets:</b>	
	Other Financial Assets	2,65,894.93
	Deferred Tax Assets (Net)	25,46,26,810.00
	<b>Other Non-Current Assets:</b>	
	i) Right of Use Assets	31,99,610.27
	ii) Others	33,16,062.00
<b>2.</b>	<b>Current Assets:</b>	
	Inventories	7,86,25,703.27
	Trade Receivables	38,64,897.70
	Cash & Cash Equivalents	4,31,655.12
	Other Financial Assets	28,71,900.40
	Current Tax Assets (Net)	5,14,137.01
	Other Current Assets	1,34,86,797.43
	Assets classified as held for sale	13,64,090.02
	<b>Total Assets (A)</b>	<b>38,70,17,163.12</b>
	<b>LIABILITIES</b>	
<b>1.</b>	Others Equity	13,87,75,443.00
<b>2.</b>	<b>Non-Current Liabilities:</b>	
	<b>Financial Liabilities:</b>	
	i) Borrowings	32,70,84,191.00
	Provisions	6,93,26,594.00
	Other Non-Current Liabilities	12,26,827.00
<b>3.</b>	<b>Current Liabilities:</b>	
	<b>Financial Liabilities:</b>	
	i) Borrowings	4,35,55,582.54
	ii) Trade Payables	30,60,53,099.22
	iii) Other Financial Liabilities	33,06,10,202.94
	<b>Other Current Liabilities:</b>	
	i) Lease Liabilities	23,01,501.00
	ii) Others	17,81,50,023.51
	Provisions	1,05,60,045.00
	<b>Total Liabilities (B)</b>	<b>1,40,76,43,509.21</b>
	<b>Transfer to Capital Reserve (B) - (A)</b>	<b>1,02,06,26,346.09</b>

- d. Consequent to such transfer of PPE, out of the revaluation reserve of ₹6,41,70,122/- as on June 30, 2020, net amount of ₹ 4,24,20,443/- has been transferred to revaluation reserve. This transferred amount represents the difference between the revalued portion of assets pertaining to the Demerged Undertaking and depreciation reserve thereon.



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After the above adjustment, in compliance of Ind AS 16 *Property Plant and Equipment*, the remaining amount of ₹ 2,17,49,679/- has been transferred to Other Comprehensive Income in the Statement of Profit & Loss.

- e. The issued preference share capital of the Company comprising of 2,800,000, 0% Redeemable Preference shares of ₹ 25/- each aggregating to ₹ 7,00,00,000/- ("**Preference Shares**") pertains to the Demerged Undertaking of the Company, which, upon the effectiveness of the Scheme, *inter alia* has been transferred to the Resulting Company thus resulting in cancellation of Preference Shares and consequently the paid up capital of the Company has been reduced from existing ₹ 22,00,00,000/- to ₹ 15,00,00,000/- in the books of the Company.
- f. Since the treatment given in the Scheme overrides the Indian Accounting Standards (Ind AS) and therefore the Company has followed the accounting treatment prescribed in the Scheme, duly approved by the NCLT Allahabad and NCLT Mumbai. This has resulted into certain deviations as compared to the disclosure requirements as prescribed in the Ind AS. Had the Company followed the Ind AS, the Company, as per Appendix A *Distribution of Non-cash Assets to Owners* of Ind AS 10 *Events after the Reporting Period*, would have recognized a provisional dividend of ₹ 1,42,16,98,908.31 on account of non-cash dividend payable by the Company to its shareholders.

The above mentioned dividend represents the provisional difference between the provisional fair value and book value of net assets pertaining to the Demerged Undertaking which is transferred to BEL pursuant to the Scheme.

- g. The financial results of discontinuing operations are shown separately in the Financial Statements and accordingly the previous reporting period have been restated in the statement of profit and loss to correspond with the current period's classification / disclosure.

### C. Significant Accounting Policies

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

#### 1) Basis for Preparation of Accounts

##### a) Compliance with Ind AS

These Financial Statements are prepared in accordance with Ind AS under the historical cost convention on the accrual basis, except for certain financial instruments and defined benefit plans which are measured at fair value or amortized cost at the end of each reporting period. Accounts and Disclosures thereon comply with the provisions of the Act (to the extent notified). The Ind AS are prescribed under Section 133 of the Act read with Companies (Indian Accounting Standard) Rules, 2015 including amendments thereof, if any.

The Company has adopted all the Ind AS (as and where applicable), other pronouncement of ICAI, and provisions of the Act except otherwise stated.

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

##### b) System of Accounting

- i) The Company follows the mercantile system of accounting and recognizes income and expenditure on an accrual basis except in case of significant uncertainties.
- ii) Financial Statements are prepared under the historical cost convention, except for the following:
- Certain Property, Plants & Equipments that are measured at revalued amount according to revaluation made by the Company in previous periods.



- Certain financial assets and liabilities (including derivative instruments) and contingent consideration that is measured at fair value, if any;
- Assets held for sale - measured at fair value less cost to sell; and
- Defined benefit plans - plan assets measured at fair value;

iii) Estimates and assumptions used in the preparation of the Financial Statements and disclosures are based upon management's evaluation of the relevant facts and circumstances as of the date of the Financial Statements, which may differ from the actual results at a subsequent date. Differences between actual results and estimates are recognised in the period in which the results are known.

iv) **Current and Non-Current Classification**

The Company presents assets and liabilities in the Balance Sheet based on Current/ Non-Current classification.

An asset is treated as Current when it is -

- Expected to be realised or intended to be sold or consumed in normal operating cycle;
- Held primarily for the purpose of trading;
- Expected to be realised within twelve months after the reporting period, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is current when:

- It is expected to be settled in normal operating cycle;
- It is held primarily for the purpose of trading;
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The Company classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities, as the case may be.

c) **Recognition of Income and Expenses**

Revenue from contracts with customers is recognised when control of the goods or services are transferred to the customer at an amount that reflects the consideration entitled in exchange for those goods or services.

a) **Sale of Goods**

Sales are recognised when the substantial risks & rewards of ownership in the goods are transferred to the buyer, upon supply of goods, and are recorded net of trade discounts, rebates, sales taxes and excise duties (on goods manufactured and outsourced). It does not include inter-divisional transfers.

b) **Other Income**

The Company has the policy to recognise other income, if any, (including interest, income from township, etc.) on accrual basis. However, where the ultimate collection of the same is uncertain, revenue recognition is postponed to the extent of uncertainty.



c) **Expenses**

All expenses are provided on accrual basis except in case of ROC Expenses which are provided when actually paid.

v) **Property, Plant & Equipment, Intangible Assets & Capital Work in Progress**

i) **Property, Plant & Equipment**-Property, Plant & Equipment as indicated in Note 3 of the Financial Statements were revalued by the Company in December 1986 and again as on November 18, 1997. These Property, Plant and Equipment are stated at revalued cost less accumulated depreciation (other than freehold land) and impairment loss, if any.

Property, Plant and Equipment which are acquired after the last revaluation date are stated at cost comprising of costs of acquisitions or constructions, including incidental expenses thereto and other attributable costs of bringing the assets to its working condition for its intended use and are net of available duty/tax credits, less accumulated depreciation (other than freehold land) and impairment loss, if any.

ii) **Intangible Fixed Asset** - Intangible assets are recognised on the basis of recognition criteria as set out in Ind AS 38 "Intangible Assets".

The revalued assets are carried at the revalued amount less accumulated depreciation and impairment loss, if any.

iii) **Capital Work in Progress**-Expenditures, if any, related to and incurred during implementation of new/expansion-cum modernization projects are included under Capital Work-in-Progress and the same are allocated to the respective Property, Plant and Equipment on completion of their construction/erection. Capital Work in Progress comprises cost of Property, Plant and Equipment that are not ready yet for their intended use at the reporting date.

iv) **Depreciation and Amortisation**-Depreciation on Property, Plant and Equipment is provided using Straight Line Method as per the rates derived from useful lives of Property, Plant and Equipment as per technical evaluation report dated 12/04/2015 taken by the Company from M/s Paras Consultants and as mandated in Schedule II of the Act in the manner that 95% of the original cost of the asset is written off over its useful life thereof. As per Ind AS, depreciation charged on the appreciated value of the revalued assets is charged to Statement of Profit & Loss.

**Range of useful life of asset is as given below:**

Asset Block	Range of Useful Life
Building Factory & Roads	30-85 Years
Building Residence	05-95 Years
Electric Installation	03 - 85 Years
Furniture and Fitting	05 - 85 Years
Laboratory and Medical Equipment	10 Years
Library	10 - 15 Years
Machinery and Equipment	03-80 Years
Telephone Installation	05 Years
Vehicle	08-10 Years

Depreciation is not recorded on capital work-in-progress until construction and installation are complete and the asset is ready for its intended use.

The residual values, useful lives and method of depreciation of property, plant and equipment are reviewed at each reporting period and adjusted prospectively, if appropriate.



Where the remaining useful life of the assets is nil, after retaining the residual value, the carrying amount has been recognised in the opening balance of retained earnings.

Gains or losses arising from derecognition of a Property, Plant and Equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the Statement of Profit and Loss when the asset is derecognized.

The useful life of Intangible Assets are finite. Intangible Assets are amortized over a period of 3 years as per Straight Line Method. Software which is purchase on annual subscription basis is expensed off in the year of purchase.

- v) With effect from the effective date of the Scheme i.e. closing business hours of June 30, 2020, all the Property, Plant & Equipment, Intangible Assets & Capital Work in Progress pertaining to the Demerged Undertaking has been transferred to the Resulting Company at their respective book values (ignoring revaluation).

**vi) Impairment of Assets**

The carrying amounts of assets are reviewed at each Balance Sheet date if there is any indication of impairment based on internal/external factors. An asset is impaired when the carrying amount of the asset exceeds the recoverable amount (i.e. higher of the fair value less cost to sell and the value-in-use). An impairment loss is charged to the Statement of Profit and Loss in the year in which an asset is identified as impaired. An impairment loss recognised in the prior accounting periods are reversed if there has been change in the estimate of the recoverable amount.

**vii) Non-Current Assets held for Sale and Discontinued Operations**

- A discontinued operation, if any, is a component of the Company's business, the operations of which can be clearly distinguished from those of the rest of the Company and
  - (i) is part of a single co-ordinated plan to dispose of a separate major line of business or geographical area of operations; or
  - (ii) is a subsidiary acquired exclusively with a view to resale.
- Non-current assets are classified as held for sale/distribution to owners or as discontinued operations if their carrying amounts will be recovered principally through a sale/distribution rather than through continuing use and a sale/distribution is considered highly probable.
- Non-current assets held for sale/distribution to owners and discontinued operations are measured at the lower of their carrying amount and fair value less costs to sell/distribute.
- Assets and liabilities classified as held for sale/distribution are presented separately in the Balance Sheet. The results of discontinuing operations are excluded from the overall results of the Company and are presented separately in the Statement of Profit and Loss.
- Non-current assets are not depreciated or amortised while they are classified as held for sale.
- An impairment loss is recognised for any initial or subsequent write-down of the asset to fair value less costs to sell. A gain is recognised for any subsequent increases in fair value less costs to sell of an asset, but not in excess of any cumulative impairment loss previously recognised. A gain or loss not previously recognised by the date of the sale of the non-current asset is recognised at the date of de-recognition.



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- Assets and Liabilities classified as held for sale/distribution or as discontinued operations are assessed at the end of each reporting period. Impacts of any impairments and write backs are dealt with in the Statement of Profit and Loss.

viii) **Cash and Cash Equivalents**

For the purpose of presentation in the Statement of Cash Flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts.

ix) **Trade Receivables**

Trade receivables are recognised initially at transaction value and subsequently at transaction value less provision for unrealizable amount, if any.

x) **Inventories**

Inventories are valued at First In First Out (FIFO) basis. Inventories consists of:-

- Raw Materials** - Raw Material, Components, Packing Material, and Stores and spares are valued at cost or Net Realisable Value (NRV) whichever is lower.
- Finished Goods**-The cost of Finished Goods include direct labour/allocable charges and indirect manufacturing overheads. It is valued at cost or Net Realisable Value (NRV) whichever is lower.
- Stock-in-trade** - Stock-in-trade is valued at cost or Net Realisable Value (NRV) whichever is lower. Stock-in-trade comprises of direct cost, related incidental expenses, foreign exchange difference, if any, interest on borrowings to the extent attributed to them, costs of conversion and other costs incurred in bringing the inventories to their present location and condition. However, cost of inventories is exclusive of duties and taxes levied on sales and purchases, which are recoverable from the Authorities/ Government.
- Stock in Transit** - Stock in Transit, if any, where risk and reward has already been transferred to the Company is recognised at cost and expenses directly attributable to bring it to the present location of storage.
- Work in Progress**-Work in Progress is recorded at cost unless there is permanent circumstances that require the cost to be written down to Realisable value.
- Scraps**-Scrap Material is valued at Net Realisable value.
- Slow and Non-Moving**- Inventories have been valued at Net Realisable Value.

xi) **Trade and other payables**

These amounts represent liabilities for goods and services provided to the Company prior to the end of the reporting period which are unpaid and the amounts are unsecured. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognised initially at their transaction value.

Trade Payables are further classified into two categories:

- Trade Payables due to Micro, Small and Medium Enterprises (MSME)
- Trade Payables due to Others



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- Interest on overdue balance of MSME Entities is not recorded on yearly basis. However, on settlement of the Trade Payable if there is any interest payable to the trade payable then the same is charged to the Statement of Profit and Loss.

**xii) Borrowings**

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in profit or loss over the period of the borrowings using the effective interest method. Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan to the extent that it is probable that some or all of the facility will be drawn down. In this case, the fee is deferred until the draw down occurs. To the extent there is no evidence that it is probable that some or all of the facility will be drawn down, the fee is capitalised as a prepayment for liquidity services and amortised over the period of the facility to which it relates.

Borrowings are classified as current liabilities unless the Company has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period. Where there is a breach of a material provision of a long-term loan arrangement on or before the end of the reporting period with the effect that the liability becomes payable on demand on the reporting date, the entity does not classify the liability as current, if the lender agreed, after the reporting period and before the approval of the Financial Statements for issue, not to demand payment as a consequence of the breach.

**xiii) Provisions and Contingent Liabilities**

- i) **Provisions** - Provisions for legal claims, service warranties, volume discounts and returns are recognised when the Company has a present legal or constructive obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated. Provisions are not recognised for future operating losses. These provisions are reviewed at the end of each reporting period and are adjusted to reflect the current best estimates.

Provisions for restructuring are recognised by the Company when it has developed a detailed formal plan for restructuring and has raised a valid expectation that the Company will carry out the restructuring by starting to implement the plan or announcing its main features to those affected by it.

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

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

The measurement of provision for restructuring includes only direct expenditures arising from the restructuring, which are both necessarily entailed by the restructuring and not associated with the ongoing activities of the Company.



- ii) **Contingent Liabilities** - The Company uses significant judgements to disclose contingent liabilities. Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made. Contingent assets are neither recognized nor disclosed in the financial statements.

xiv) **Employee Benefits**

i) **Short-Term Obligations**

Liabilities for wages and salaries, including non- monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognised in the same period in which the employees renders the related service and are measured at the amounts expected to be paid when the liabilities are settled.

ii) **Other Long-Term Employee Benefit Obligations**

The liabilities for earned leave are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. They are therefore measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period as per the valuation provided by the actuary. Re-measurements as a result of changes in actuarial assumptions are recognised in the statement of profit or loss.

iii) **Post-Employment Obligations**

The Company operates the following post- employment schemes

- a) **Defined Benefit Plans** - The Employee's gratuity fund scheme, long term compensated absences, post-retirement medical benefit schemes, Central Government Provident Fund Scheme are Company's defined benefit plans.

The present value of the obligation under such defined benefit plans is determined based on the actuarial valuation using the Projected Unit Credit Method which recognizes each period of service as giving rise to the additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation. The obligation is measured at the present value of the estimated future cash flows. The discount rates used for determining the present value of the obligation under defined benefit plans, is based on the market yields on the Government securities as at the Balance Sheet date having maturity periods approximating to the terms of the related obligations.

Actuarial gains and losses are recognized in the Statement of Profit and Loss. In case of funded plans, the fair value of the plan asset is reduced from the gross obligation under the defined benefit plans, to recognize the obligation on the net basis.

Gains or losses on curtailment or settlement of any defined benefit plans are recognized when the curtailment or settlement occurs.

Past service cost is recognized as expenses on straight line basis over the average period until the benefits became vested.

- b) **Defined Contributions Plans** - The Company's approved Superannuation Scheme, Employee State Insurance Scheme and Employee Pension Schemes are defined contribution plans.



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The contribution paid/payable under the schemes is recognized during the period in which the employee renders the related service.

The Company makes specified monthly contributions towards employee provident fund to a Trust administered by the Trustees. The minimum interest payable by the Trust to the beneficiaries every year is being notified by the Government. The Company has an obligation to make good short fall, if any, between the return from the investments of the Trust and the notified interest rate.

Re-measurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the Statement of Changes in Equity and in the Balance Sheet.

xv) **Foreign Currency Transactions**

The Functional Currency of the Company is the Indian Rupee. These Financial Statements are presented in Indian Rupees (to the nearest paise).

Revenue, expenses and cash flow items denominated in foreign currencies, if any, are translated using the exchange rate in functional currency on the date of the transaction. Transactional gains or losses realized upon settlement of foreign currency transactions are included in determining net profit/ (loss) for the period in which the transaction is settled.

xvi) **Income Tax and Deferred Tax**

• **Current Income Tax**

The current income tax expense and liability is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period. The Company establishes provisions, wherever appropriate, on the basis of amounts expected to be paid to the tax authorities.

Current tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities.

• **Deferred Tax**

Deferred tax is provided on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred income tax is determined using tax rates as prescribed by laws that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

The carrying amount of deferred tax assets is reviewed at each reporting date and adjusted to reflect changes in probability that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax assets are recognised for all deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses. Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority.



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xvii) **Earnings Per Share**

i) **Basic earnings per share**

Basic earning per share is calculated by dividing:

- the profit / (loss) attributable to owners of the Company
- by the weighted average number of equity shares outstanding during reporting period, adjusted for bonus elements, if any, in equity shares issued during the period and excluding treasury shares.

ii) **Diluted earnings per share**

Diluted earnings per share adjust the figures used in the determination of basic earnings per share to take into account:

- the after income tax effect of interest and other financing costs associated with dilutive potential equity shares, and
- the weighted average number of additional equity shares that would have been outstanding assuming the conversion of all dilutive potential equity shares.

xviii) **Operating Lease**

Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases.

The present value of lease rentals has been capitalized and is depreciated on SLM basis over the period of agreement. Against this present value of assets, a lease liability has been recognized which is adjusted with actual lease payments except for the part of finance costs.

Expenses and income from lease agreements in respect of operating leases are recognized in Statement of Profit and Loss on accrual basis.

xix) **Government Grant**

Grants from the government are recognised at their fair value where there is a reasonable assurance that the grant will be received and the Company will comply with all attached conditions.

Government grants relating to income are deferred and recognised in the Statement of Profit and Loss over the period necessary to match them with the costs that they are intended to compensate and presented within other income.

xx) **Cash Flow Statement**

The statement of cash flows have been prepared using indirect method, whereby *loss* before tax 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.



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xi) **Summary of Critical Estimates, Judgements and Assumptions:**

**Employee Benefits** - The cost of the defined benefit gratuity plan and other post-employment leave benefits and the present value of the gratuity obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date. The mortality rate is based on publicly available mortality tables. Those mortality tables tend to change only at interval in response to demographic changes. Future salary increases are based on expected future inflation rates.

xii) **Financial Instrument:**

Financial Instruments are measured as follows:

- a) **Initial recognition and measurement** - The Company recognises financial assets and financial liabilities when it becomes a party to contractual provisions of the instrument. Transaction costs that are directly attributable to the acquisition or issue of financial assets or financial liabilities are added to the same on initial recognition. Regular purchase and sale of financial assets are accounted for at trade date. All financial assets are initially recognised at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets, which are not at Fair Value Through Profit or Loss, are adjusted to the fair value on initial recognition
- b) **Subsequent measurement** - All the Financial Asset and Financial Liabilities are subsequently measured at FVTPL (Fair value through Profit and Loss) except in case of measurement of provision for Gratuity and Leave Encashment which are measured at FVTOCI (Fair value through Other Comprehensive Income)
- c) **Derecognition** - The Company derecognizes a financial asset when the contractual rights to the cash flows from the financial assets expires or it transfers the financial asset and the transfer qualifies for 'Derecognition' under Ind AS 109. A financial Liability (or a part of Financial Liability) is derecognized from the Company's Balance Sheet when the obligation specified in the contract is discharged or cancelled or expired.



Note-2

Notes to Accounts

- 1) Grant is in the form of Deferment in payment of Trade Tax Liability without payment of interest. Government Grant is recognised in Other Incomes & expenses against the same are recorded in Finance Costs as per Ind AS 20. However, no such grant is actually received or no such expenses have been paid during the year. Total Amount of Grant (benefits of a Government Loan at a Nil rate of interest) is ₹ 1,13,89,566/-.

Nature of Grant - Grant in the form of Income (As per Ind AS 20 Para 10A)

Extent of Grant - Grant for FY 20-21 is ₹ 58,167/- (for PY 19-20 is ₹ 5,70,803/-) and is recognised in profit & loss.

- 2) Contingent Liabilities not provided for:

- a. The details of contingent liabilities of the Company as on the beginning of 31st March, 2021 are given below:

Sr. No.	Nature of Dispute	Court / Authorities where dispute is pending	Amount (in ₹)
1	Demand of ESI	Hon'ble High Court, Allahabad	1,45,795/-
2	Labour Matter	Hon'ble High Court, Allahabad	8,21,466/-
3	UPVAT Demand	Joint Commissioner of Commercial Tax, Dabrai, Firozabad, Uttar Pradesh	1,81,205/-
4	Demand under Sales Tax	Additional Commissioner, Grade - 2, Commercial Tax, Mainpuri	17,97,377/-
5	UPVAT Demand	Joint Commissioner of Commercial Tax, Dabrai, Firozabad, Uttar Pradesh	1,00,555/-
6	Excise Duty Demand	Ld. Commissioner Appeal, Lucknow	75,91,306/-
7	Demand for Stamp Duty	Writ Petition pending before Hon'ble High Court, Allahabad	9,86,356/-
8	Demand for Recovery of House Tax	Appeal pending before Hon'ble High Court, Allahabad	10,45,490/-
9	Demand of Income Tax A/y 2013-2014	Hon'ble CIT(A) - II, Agra	30,00,000/-
10	Debt Recovery Matter	Party filed case in Civil Court, Firozabad (M/s Maheshwari Freight Carrier)	60,000/-
11	Demand for Stamp Duty	Pending before Hon'ble High Court, Allahabad	2,76,000/-
12	Demand for Stamp Duty	Pending before Hon'ble High Court, Allahabad	3,48,500/-
13	MSME Matter	Pending before MSME Board (Jain Packaging)	22,99,442/-
14	MSME Matter	Pending before MSME Board (Chinar Packing)	14,11,931/-

- b. Certain Industrial Disputes arising out of lockout/other labour claims, as the matter are subjudice with the Courts/Industrial Tribunal. The Company has obtained expert legal opinions and is confident that no liability would arise on the Company.



- c. The Company has received order of Govt. of U.P. for rollover of interest free trade deferment loan for a further period of 5 years subject to the condition that the Company will be liable to pay interest as specified if it fails to pay the loan instalment on time, same has been transferred to Resulting Company pursuant to scheme of demerger.
- d. Further, the following appeals relating to various additions in Income Tax proceedings are pending before various courts / authorities:

Assessment Year (A.Y.)	Court / Authorities where dispute is pending	Additions Made (in ₹)	Appeal Filed By
2019-20	Appeal Pending before CIT(A) - 2, Agra	79,12,184/-	Company

However, there is no liability of the Income Tax on account of these additions, as all these additions have been adjusted against brought forward losses / brought forward depreciation.

Assessment Year	Court / Authorities where dispute is pending	Set-off Disallowed (in ₹)	Appeal Filed By
2013-14	Hon'ble ITAT, Agra Bench	9,52,61,601/-	Department

Above mentioned amount for assessment year 2013-14 is of a set-off disallowed by the department. However CIT (Appeals) has allowed the company appeal. Department has now filed appeal in Hon'ble ITAT against the order of CIT (Appeals).

- e. With effect from the closing business hours of June 30, 2020, consequent to Demerger, the contingent liabilities and other disputes pertaining to the Demerged Undertaking of the Company will be transferred to the Resulting Company.

### Other Related aspects

The Company had been granted Trade Tax deferment for 5 years effective from 01<sup>st</sup> October, 2005 to 30<sup>th</sup> September 2010 vide letter No. 1769/eleven-02-2006-9(85)/04 dated 24-08-2006. Accordingly, trade tax collected on sales upto 30<sup>th</sup> September 2010 aggregating to ₹9,75,75,643/- has been deferred out of which amount of ₹ 4,18,38,822/- had been converted in to secured loan from Pradeshiya Industrial Investment Corporation of UP vide loan agreement dated 6<sup>th</sup> August, 2007 which was duly repaid as per repayment schedule and remaining ₹ 5,57,36,821/- was shown as unsecured loan. This period has been further extended by five years vide MDRS scheme of BIFR Order dated 11.01.2012 and the same has been approved by The Uttar Pradesh Government vide Order No.09/2015/734/77-1-2015-01(BIFR)/2002 dated 22-07-2015. The outstanding amount as on 30<sup>th</sup> June, 2020 was ₹ 32,03,100/-. This liability pertains to the Demerged Undertaking of the Company and therefore, pursuant to the Scheme, it has been transferred to the Resulting Company.

### 3) Impact of COVID 19 (Global Pandemic)

#### i) Estimation of the future impact of COVID-19 on operations

COVID-19 has not only affected the health of people across the globe, it has also caused severe disturbance to the global economic environment. Considering lockdown restrictions imposed due to onset of global pandemic, the manufacturing and distribution facilities of the Company were temporarily shut down as per the Government guidelines. Since this situation is exceptional and is changing dynamically, the management of the Company is not in a position to gauge with certainty, the future impact on its operations.



The management of the Company expects the operations to remain sub-normal in the immediate future, with a possibility of intermittent disruptions based on the evolving situation and varying Government guidelines and permissions.

**ii) Impact on Business performance**

The lockdown and restrictions imposed on various activities due to COVID-19 pandemic, while being a necessary measure to contain its spread, have also posed unprecedented challenges to all businesses and the business operations of the Company have been no exception to this.

The impact of Covid-19 has been disruptive on the operations of the Company. With the lockdown in many States/Union Territories across the country, there is a decline in the sale of products of the Company and the supply chains have been put under stress which has resulted in loss of business and temporary pressure on cash flows / liquidity / profitability / margins due to lower collection of receivables, operating expenses, payment obligations towards vendors and statutory authorities, etc.

**iii) Business post Lockdown and with effect from the effective date of the Scheme**

With effect from the effective date of the Scheme i.e. closing business hours as on June 30, 2020, the Company has discontinued its manufacturing activities and is now engaged only in the trading business of lighting products like LED bulbs, LED battens etc. and other electrical appliances.

The Company is expecting to achieve its objective more efficiently and economically by focusing on its trading business and to serve its customers in more efficient manner. The management of the Company does not foresee any large-scale contraction in demand as they believe that the products which are traded by the Company like bulbs, LED lights, LED battens, electric fans, food preparation/cooking appliances viz. mixers, blenders, juicers, cutters, cookware, pressure cookers induction cookers, toasters, etc. are consumer based products of daily use the demand for which may remain same even after COVID-19 pandemic.

**iv) Assets**

During the period under consideration, due to COVID-19 crisis, the management of the Company have reassessed and evaluated the probability of collectability of amount of consideration to which the Company is entitled in exchange for the goods that were transferred to the customers. The management, on the basis of the information gathered from the market, perceive that after COVID-19 pandemic the realization from some of the trade receivables are doubtful and therefore the Company has recognized Provision for Bad & Doubtful Debts amounting to ₹ 1,70,23,411.39 in the Statement of Profit & Loss, however there is no effect of such provision on the financial statements since these debts belong to the manufacturing operation of the company and have since been transferred to Resulting Company in demerger along with trade receivables and other assets.

**v) Deferred Tax**

In recognizing deferred tax assets as per the requirements of Ind AS 12, Income Taxes, the Company has reviewed and reassessed the impact of COVID-19 on deferred tax assets that cannot be recovered and it is estimated and assumed that there will be no increase in losses due to COVID-19 crisis and that the carry forwards of unused tax losses and unused credits will be utilised in the near future.

**vi) Executory Contracts**

The Company has assessed all its executory contracts and none of the contract of the Company is onerous due to adverse impact of COVID -19.





vii) Others

Due to COVID 19 pandemic, the Government had provided for deferment of instalments related to loans for a specified period. The Company has availed this relaxation provided by the Government and has deferred its two instalments of vehicle loan for the month of April & May 2020.

4) Disclosure of defined benefit plans are as given below :

Consequent to the scheme of Demerger all the employees of the company have become employees of the resulting company w.e.f. 30<sup>th</sup> June, 2020. Till the date of Demerger of Manufacturing Operations the Company had a defined benefit plan (Funded) for its employees, which requires contribution to be made to a separately administered fund.

A. Gratuity

The Company has a defined benefit gratuity plan in India (Funded) for its employees, which requires contribution to be made to a separately administered fund.

1. Summary of Results

The valuation results as at 30-6-2020 (effective date of demerger) are summarised in the tables below:


1.1 Assets and Liability ( Balance Sheet Position)

Particulars	As on		
	31-Mar-20	30-Jun-20	31-Mar-21
Present Value of Obligation	73,014,944	-	-
Fair Value of Plan Assets	-	-	-
Surplus / (Deficit)	(73,014,944)	-	-
Effects of Asset Ceiling, if any	-	-	-
Net Asset / (Liability)	(73,014,944)	-	-

\*INR 18,665,925 has been added in the present value of obligation as at 30-Jun-20 with respect to the exit employees for whom the benefit payments were pending, which has been transferred to Resulting Company pursuant to Scheme of Arrangement.

1.2 Expenses Recognized during the period

Particulars	For the period		
	01.04.2019 to 31.03.2020	01.04.2020 to 30.06.2020	01.07.2020 to 31.03.2021
In Income Statement	8,106,366	1,173,380	-
In Other Comprehensive Income	12,551,517	10,678,856	-
Total Expenses Recognized during the period	20,657,883	11,852,236	-




## 2. Characteristics of Defined Benefit Plan and Risks Associated with it

### 2.1 Actuarial Valuation Method

The valuation has been carried out using the Project Unit Credit Method as per Ind AS 19 to determine the Present Value of Defined Benefit Obligations and the related Current Service Cost and, where applicable, Past Service Cost. It should be noted that valuations do not affect the ultimate cost of the plan, only the timing of when the benefit costs are recognized.

### 2.2 The Benefits Valued

The benefit valued in this Report are summarized below:

Type of Plan	Defined Benefit
Employer's Contribution	100%
Employee's Contribution	Nil
Salary for calculation of Gratuity	Last drawn salary
Normal Retirement Age	58 Years
Vesting period	5 Years
Benefit on normal retirement	Same as per the provisions of the Payment of Gratuity Act, 1972 (as amended from time to time).
Benefit on early retirement / termination / resignation / withdrawal	Same as normal retirement benefit based on the service upto the date of exit.
Benefit on death in service	Same as normal retirement benefit and no vesting period condition applies.
Limit	₹ 20,00,000
Gratuity formula	$15/26 * \text{Last drawn salary} * \text{Number of completed years}$

\* In case of employees with age above the retirement age indicated above, the retirement is assumed to happen immediately and valuation is done accordingly.

### 2.3 Description of Regulatory Framework in which Plan operates

The payment of gratuity is required by the Payment of Gratuity Act, 1972.

### 2.4 Description of Risk Exposures

Valuations are performed on certain basic set of pre-determined assumptions and other regulatory framework which may vary over time. Thus, the Company is exposed to various risks in providing the above gratuity benefit which are as follows:

**Interest Rate risk:** The plan exposes the Company to the risk of fall in interest rates. A fall in interest rates will result in an increase in the ultimate cost of providing the above benefit and will thus result in an increase in the value of the liability (as shown in financial statements).



**Liquidity Risk:** This is the risk that the Company is not able to meet the short-term gratuity payouts. This may arise due to non-availability of enough cash / cash equivalent to meet the liabilities or holding of illiquid assets not being sold in time.

**Salary Escalation Risk:** The present value of the defined benefit plan is calculated with the assumption of salary increase rate of plan participants in future. Deviation in the rate of increase of salary in future for plan participants from the rate of increase in salary used to determine the present value of obligation will have a bearing on the plan's liability.

**Demographic Risk:** The Company has used certain mortality and attrition assumptions in valuation of the liability. The Company is exposed to the risk of actual experience turning out to be worse compared to the assumption.

**Regulatory Risk:** Gratuity benefit is paid in accordance with the requirements of the Payment of Gratuity Act, 1972 (as amended from time to time). There is a risk of change in regulations requiring higher gratuity payouts (e.g. Increase in the maximum limit on gratuity of ₹ 20,00,000)

## 2.5 Effect of any Amendments, Curtailments and Settlements

Not applicable in this case.

## 3. Explanation of Amounts in Financial Statements

### 3.1 Changes in the Present Value of Obligation

Particulars	For the period		
	01.04.2019 to 31.03.2020	01.04.2020 to 30.06.2020	01.07.2020 to 31.03.2021
Present Value of Obligation as at the beginning	64,635,091	73,014,944	-
Current Service Cost	3,465,566	83,038	-
Interest Expense or Cost	4,640,800	1,090,342	-
Re-measurement (or Actuarial) (gain) / loss arising from:			-
- change in demographic assumptions	(43,808)	2,021,002	-
- change in financial assumptions	3,194,885	7,016,819	-
- experience variance (i.e. Actual experience vs assumptions)	9,400,440	1,641,035	-
- others	-	-	-
Past Service Cost	-	-	-
Effect of change in foreign exchange rates	-	-	-



Benefits Paid	(12,278,030)	(1,082,617)	-
Acquisition Adjustment	-	-	-
Effect of business combinations or disposals	-	-	-
Obligation transferred to Resulting Company	-	(83,784,563)	-
<b>Present Value of Obligation as at the end</b>	<b>73,014,944</b>	<b>-</b>	<b>-</b>

**3.2 Bifurcation of Present Value of Obligation at the end of the year as per revised Schedule III of the Companies Act, 2013**

Particulars	As on		
	31-Mar-20	30-Jun-20	31-Mar-21
Current Liability (Short term)	12,333,238	-	-
Non-Current Liability (Long term)	60,681,706	-	-
<b>Present Value of Obligation</b>	<b>73,014,944</b>	<b>-</b>	<b>-</b>

**3.3 Changes in the Fair Value of Plan Assets**

Particulars	For the period		
	01.04.2019 to 31.03.2020	01.04.2020 to 30.06.2020	01.07.2020 to 31.03.2021
<b>Fair Value of Plan Assets as at the beginning</b>	-	-	-
Investment Income	-	-	-
Employer's Contribution	-	-	-
Employee's Contribution	-	-	-
Benefits Paid	-	-	-
Return on plan assets , excluding amount recognised in net interest expense	-	-	-
Acquisition Adjustment	-	-	-
<b>Fair Value of Plan Assets as at the end</b>	<b>-</b>	<b>-</b>	<b>-</b>



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### 3.4 Change in the Effect of Asset Ceiling

Particulars	For the period		
	01.04.2019 to 31.03.2020	01.04.2020 to 30.06.2020	01.07.2020 to 31.03.2021
Effect of Asset Ceiling at the beginning	-	-	-
Interest Expense or Cost (to the extent not recognised in net interest expense)	-	-	-
Re-measurement (or Actuarial) (gain)/loss arising because of change in effect of asset ceiling	-	-	-
Effect of Asset Ceiling at the end	-	-	-

### 3.5 Expenses Recognised in the Income Statement

Particulars	For the period		
	01.04.2019 to 31.03.2020	01.04.2020 to 30.06.2020	01.07.2020 to 31.03.2021
Current Service Cost	3,465,566	83,038	-
Past Service Cost	-	-	-
Loss / (Gain) on settlement	-	-	-
Net Interest Cost / (Income) on the Net Defined Benefit Liability / (Asset)	4,640,800	1,090,342	-
Expenses Recognised in the Income Statement	8,106,366	1,173,380	-

### 3.6 Other Comprehensive Income

Particulars	For the period		
	01.04.2019 to 31.03.2020	01.04.2020 to 30.06.2020	01.07.2020 to 31.03.2021
Actuarial (gains) / losses			
- change in demographic assumptions	(43,808)	2,021,002	-
- change in financial assumptions	3,194,885	7,016,819	-
- experience variance (i.e. Actual experience vs assumptions)	9,400,440	1,641,035	-
- others	-	-	-
Return on plan assets, excluding amount recognized in net interest expense	-	-	-
Re-measurement (or Actuarial) (gain)/loss arising because of change in effect of asset ceiling	-	-	-
Components of defined benefit costs recognized in other comprehensive income	12,551,517	10,678,856	-



### 3.7 Major categories of Plan Assets (as percentage of Total Plan Assets)

Particulars	As on		
	31-Mar-20	30-Jun-20	31-Mar-21
Government of India securities	-	-	-
State Government securities	-	-	-
High quality corporate bonds	-	-	-
Equity shares of listed companies	-	-	-
Property	-	-	-
Special Deposit Scheme	-	-	-
Funds managed by Insurer	-	-	-
Bank balance	-	-	-
Other Investments	-	-	-
<b>Total</b>	-	-	-

### 4. Actuarial Assumptions

#### 4.1 Financial Assumptions

The principal financial assumptions used in the valuation are shown in the table below:

Particulars	As on		
	31-Mar-20	30-Jun-20	31-Mar-21
Discount rate (per annum)	6.13%	5.90%	NA
Salary growth rate (per annum)	6.00%	8.00%	NA

The discount rate indicated above reflects the estimated timing and currency of benefit payments. It is based on the yields / rates available on applicable bonds as on the current valuation date.

The salary growth rate indicated above is the Company's best estimate of an increase in salary of the employees in future years, determined considering the general trend in inflation, seniority, promotions, past experience and other relevant factors such as demand and supply in employment market, etc.



#### 4.2 Demographic Assumptions

The principal demographic assumptions used in the valuation are shown in the table below:

Particulars	As on		
	31-Mar-20	30-Jun-20	31-Mar-21
Mortality rate	100% of IALM 2012-14	100% of IALM 2012-14	NA
Normal retirement age	58 Years	58 Years	
Attrition / Withdrawal rates, based on age: (per annum)			
Upto 30 years	4.00%	4.00%	
31 - 44 years	6.00%	4.00%	
Above 44 years	10.00%	4.00%	

Attrition rate indicated above represents the Company's best estimate of employee turnover in future (other than on account of retirement, death or disablement) determined considering various factors such as nature of business, retention policy, industry factors, past experience, etc.

**Table of sample mortality rates from Indian Assured Lives Mortality 2012-14**

Mortality (per annum)		
Age	Male	Female
20 years	0.092%	0.092%
25 years	0.093%	0.093%
30 years	0.098%	0.098%
35 years	0.120%	0.120%
40 years	0.168%	0.168%
45 years	0.258%	0.258%
50 years	0.444%	0.444%
55 years	0.751%	0.751%
60 years	1.116%	1.116%
65 years	1.593%	1.593%
70 years	2.406%	2.406%

#### 5. Membership Status

The summary statistics for the data as follows:

##### Summary of Membership Status

Particulars	As on		
	31-Mar-20	30-Jun-20	31-Mar-21
Number of employees	435	346	-
Total monthly salary (₹)	6,090,000	4,848,134	
Average past service (years)	20.62	19.86	
Average age (years)	48.81	47.55	
Average remaining working life (years)	9.19	10.45	NA
Number of completed years valued	N/A	6,871	
Decrement adjusted remaining working life (years)	N/A	7.53	



## 6. Amount, Timing and Uncertainty of Future Cash Flows

### 6.1 Sensitivity Analysis

Significant actuarial assumptions for the determination of the defined benefit obligation are discount rate, expected salary increase and mortality. The sensitivity analysis below have been determined based on reasonably possible changes of the assumptions occurring at the end of the reporting period, while holding all other assumptions constant. The results of sensitivity analysis is given below:

Particulars	01.04.2019 to 31.03.2020	01.04.2020 to 30.06.2020	01.07.2020 to 31.03.2020
Defined Benefit Obligation (Base)	73,014,944	83,784,563	NA

Particulars	01.04.2019 to 31.03.2020		01.04.2020 to 30.06.2020		01.07.2020 to 31.03.2020
	Decrease	Increase	Decrease	Increase	
Discount Rate (- / + 0.5%) (% change compared to base due to sensitivity)	74,639,959 2.2%	71,457,338 -2.1%	86,149,071 2.8%	81,545,763 -2.7%	NA
Salary Growth Rate (- / + 0.5%) (% change compared to base due to sensitivity)	71,448,241 -2.1%	74,634,189 2.2%	81,578,203 -2.6%	86,090,873 2.8%	
Attrition Rate (- / + 50% of attrition rates) (% change compared to base due to sensitivity)	N/A -	N/A -	84,748,610 1.2%	82,955,894 -1.0%	
Mortality Rate (- / + 10% of mortality rates) (% change compared to base due to sensitivity)	N/A -	N/A -	83,804,031 0.0%	83,765,159 0.0%	

### 6.2 Asset Liability Matching Strategies

The scheme is managed on unfunded basis.

### 6.3 Effect of Plan on Entity's Future Cash Flows

#### a) Funding arrangements and Funding Policy

The scheme is managed on unfunded basis.

#### b) Expected Contribution during the next annual reporting period

The Company's best estimate of Contribution during the next year	
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\*Since the scheme is managed on unfunded basis, the next year contribution is taken as nil.





c) Maturity Profile of Defined Benefit Obligation

Weighted average duration (based on discounted cash flows)	5 years
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Expected cash flows over the next (valued on undiscounted basis):	Indian Rupees (INR)
1st year	26,814,124
2nd year	4,764,548
3rd year	5,954,982
4th year	5,362,983
5th year	6,231,773
6th year	5,428,132
More than 6 year	67,818,073

7. Movement Analysis

7.1 Movement in Membership Status

Particulars	31-Mar-20	30-Jun-20	% Change	31-Mar-21
Number of employees	435	346	-20.5%	NIL
Number of new employees	N/A	-	-	
Total monthly salary	6,090,000	4,848,134	-20.4%	NA
Total monthly salary for new employees	N/A	-	-	
Average monthly salary	14,000	14,012	0.1%	
Number of completed years valued	N/A	6,871	-	
Average PVO per Completed Year of Service	-	12,194	-	



## 7.2 Movement in Present Value of Obligation

Particulars	01.04.2019 to 31.03.2020	% of Op. PVO	01.04.2020 to 30.06.2020	% of Op. PVO	01.07.2020 to 31.03.2021	%
Present Value of Obligation as at the beginning	64,635,091	100.0%	73,014,944	100.0%	-	-
Current Service Cost	3,465,566	5.4%	83,038	0.1%	-	-
Interest Expense or Cost	4,640,800	7.2%	1,090,342	1.5%	-	-
Re-measurement (or Actuarial) (gain) / loss arising from:					-	-
- change in demographic assumptions	(43,808)	-0.1%	2,021,002	2.8%	-	-
- change in financial assumptions	3,194,885	4.9%	7,016,819	9.6%	-	-
- experience variance (i.e. Actual experience vs assumptions)	9,400,440	14.5%	1,641,035	2.2%	-	-
- others	-	-	-	-	-	-
Past Service Cost	-	-	-	-	-	-
Effect of change in foreign exchange rates	-	-	-	-	-	-
Benefits Paid	(12,278,030)	-19.0%	(1,082,617)	-1.5%	-	-
Acquisition Adjustment	-	-	-	-	-	-
Effect of business combinations or disposals	-	-	-	-	-	-
Obligation transferred to Resulting Company			(83,784,563)	-114.7%	-	-
Present Value of Obligation as at the end	73,014,944	113.0%	-	-	-	-

### B. Earned Leave Plan

#### 1. Summary of Results

The valuation results as at 30-6-2020 (effective date of demerger) are summarised in the tables below:

#### 1.1 Assets and Liability (Balance Sheet Position)

Particulars	As on		
	31-Mar-20	30-Jun-20	31-Mar-21
Present Value of Obligation	15,395,503	-	-
Fair Value of Plan Assets	-	-	-



Surplus / (Deficit)	(15,395,503)	-	-
Effects of Asset Ceiling, if any	-	-	-
Net Asset / (Liability)	(15,395,503)	-	-

\*INR 2,731,691 has been added in the present value of obligation as at 30-Jun-20 with respect to the exit employees for whom the benefit payment were pending which has been transferred to Resulting Company pursuant to Scheme of Arrangement.

## 1.2 Expenses Recognized during the period

Particulars	For the period		
	01.04.2019 to 31.03.2020	01.04.2020 to 30.06.2020	01.07.2020 to 31.03.2020
Expenses Recognized in Income Statement	6,692,415	2,252,637	-

## 2. Characteristics of Benefit Plan and Risks Associated with it

### 2.1 Actuarial Valuation Method

The valuation has been carried out using the Project Unit Credit Method as per Ind AS 19 to determine the Present Value of Benefit Obligations and the related Current Service Cost and, where applicable, Past Service Cost. It should be noted that valuations do not affect the ultimate cost of the plan, only the timing of when the benefit costs are recognised.

### 2.2 The Benefits Valued

The benefit valued in this Report are summarized below:

Type of Plan	Other Long Term Employee Benefit
Employer's Contribution	100%
Employee's Contribution	Nil
Applicable Monthly Salary for Leave Encashment	salary
Applicable Monthly Salary for Leave Availment	Last drawn CTC salary
Yearly Leave Accrual	21 days
Maximum Leave Accumulation	No Limit
Maximum Leave allowed for Encashment	120 days
Encashment during employment	Not Allowed
Future Leave Availments	Yes
Future Leave Availments basis	LIFO basis *
Normal Retirement Age	58 years
Vesting Period	Nil
Benefit on Normal Retirement	(No. of Accumulated Leaves * Applicable monthly salary for leave encashment) / Months to be



	treated as
Benefit on early retirement / termination / resignation / withdrawal	Same as normal retirement benefit.
Benefit on death in service	Same as normal retirement benefit.
Months to be treated as	30 days

\* Last In First Out (LIFO) basis i.e. future leave availments are first assumed to be from future leave accruals.

\* In case of employees with age above the retirement age indicated above, the retirement is assumed to happen immediately and valuation is done accordingly.

### 2.3 Description of Risk Exposures

Valuations are performed on certain basic set of pre-determined assumptions which may vary over time. Thus, the Company is exposed to various risks in providing the above benefit which are as follows:

**Interest Rate risk:** The plan exposes the Company to the risk of fall in interest rates. A fall in interest rates will result in an increase in the ultimate cost of providing the above benefit and will thus result in an increase in the value of the liability (as shown in financial statements).

**Liquidity Risk:** This is the risk that the Company is not able to meet the short-term benefit payouts. This may arise due to non-availability of enough cash / cash equivalent to meet the liabilities or holding of illiquid assets not being sold in time.

**Salary Escalation Risk:** The present value of the above benefit plan is calculated with the assumption of salary increase rate of plan participants in future. Deviation in the rate of increase of salary in future for plan participants from the rate of increase in salary used to determine the present value of obligation will have a bearing on the plan's liability.

**Demographic Risk:** The Company has used certain mortality and attrition assumptions in valuation of the liability. The Company is exposed to the risk of actual experience turning out to be worse compared to the assumption.

### 2.4 Effect of any Amendments, Curtailments and Settlements

Not applicable in this case.

### 3. Explanation of Amounts in Financial Statements

The valuation results for the leave liability as at 30-06-2020 & 31-03-2021 are produced in the tables below:

#### 3.1 Changes in the Present Value of Obligation

Particulars	For the period		
	01.04.2019 to 31.03.2020	01.04.2020 to 30.06.2020	01.07.2020 to 31.03.2021
Present Value of Obligation as at the beginning	10,399,647	15,395,503	-
Current Service Cost	747,711	188,617	-
Interest Expense or Cost	746,695	229,903	-
Re-measurement (or Actuarial) (gain) / loss arising from:			
- change in demographic assumptions	(9,237)	591,195	-



- change in financial assumptions	707,770	1,143,402	-
- experience variance (i.e. Actual experience vs assumptions)	4,499,476	99,520	-
- others	-	-	-
Past Service Cost	-	-	-
Effect of change in foreign exchange rates	-	-	-
Benefits Paid	(1,696,559)	(148,448)	-
Acquisition Adjustment	-	-	-
Effect of business combinations or disposals	-	-	-
Obligation transferred to Resulting Company		(17,499,692)	-
<b>Present Value of Obligation as at the end</b>	<b>15,395,503</b>	<b>-</b>	<b>-</b>

**3.2 Bifurcation of Present Value of Obligation at the end of the year as per revised Schedule III of the Companies Act, 2013**

Particulars	As on		
	31-Mar-20	30-Jun-20	31-Mar-21
Current Liability (Short term)	2,552,387	-	-
Non-Current Liability (Long term)	12,843,116	-	-
<b>Present Value of Obligation</b>	<b>15,395,503</b>	<b>-</b>	<b>-</b>

**3.3 Changes in the Fair Value of Plan Assets**

Particulars	For the period		
	01.04.2019 to 31.03.2020	01.04.2020 to 30.06.2020	01.07.2020 to 31.03.2021
<b>Fair Value of Plan Assets as at the beginning</b>	-	-	-
Investment Income	-	-	-
Employer's Contribution	-	-	-
Employee's Contribution	-	-	-
Benefits Paid	-	-	-
Return on plan assets , excluding amount recognised in net interest expense	-	-	-
Acquisition Adjustment	-	-	-
<b>Fair Value of Plan Assets as at the end</b>	<b>-</b>	<b>-</b>	<b>-</b>



### 3.4 Expenses Recognized in Income Statement

Particulars	For the period		
	01.04.2019 to 31.03.2020	01.04.2020 to 30.06.2020	01.07.2020 to 31.03.2021
Current Service Cost	747,711	188,617	-
Past Service Cost	-	-	-
Loss/ (Gain) on settlement	-	-	-
Net Interest Cost / (Income) the Net Defined Benefit Liability / (Asset)	746,695	229,903	-
Re-measurement (or Actuarial) (gain) / loss arising from:			-
- change in demographic assumptions	(9,237)	591,195	-
- change in financial assumptions	707,770	1,143,402	-
- experience variance (i.e. actual experience vs assumptions)	4,499,476	99,520	-
- others	-	-	-
Return on plan assets, excluding amount recognised in net interest expense	-	-	-
Re-measurement (or Actuarial) (gain)/loss arising because of change in effect of asset ceiling	-	-	-
<b>Expenses Recognized in Income Statement</b>	<b>6,692,415</b>	<b>2,252,637</b>	<b>-</b>

### 3.5 Change in the Effect of Asset Ceiling

Particulars	For the period		
	01.04.2019 to 31.03.2020	01.04.2020 to 30.06.2020	01.07.2020 to 31.03.2020
<b>Effect of Asset Ceiling at the beginning</b>	-	-	-
Interest Expense or Cost (to the extent not recognised in net interest expense)	-	-	-
Re-measurement (or Actuarial) (gain)/loss arising because of change in effect of asset ceiling	-	-	-
<b>Effect of Asset Ceiling at the end</b>	-	-	-

### 3.6 Major categories of Plan Assets (as percentage of Total Plan Assets)

Particulars	As on		
	31-Mar-20	30-Jun-20	31-Mar-21
Government of India securities		-	-
State Government securities		-	-



High quality corporate bonds	-	-	-
Equity shares of listed companies	-	-	-
Property	-	-	-
Special Deposit Scheme	-	-	-
Funds managed by Insurer	-	-	-
Bank balance	-	-	-
Other Investments	-	-	-
<b>Total</b>	-	-	-

#### 4. Actuarial Assumptions

##### 4.1 Financial Assumptions

The principal financial assumptions used in the valuation are shown in the table below:

Particulars	As on		
	31-Mar-20	30-Jun-20	31-Mar-21
Discount rate (per annum)	6.13%	5.90%	NA
Salary growth rate (per annum)	6.00%	8.00%	

The discount rate indicated above reflects the estimated timing and currency of benefit payments. It is based on the yields / rates available on applicable bonds as on the current valuation date.

The salary growth rate indicated above is the Company's best estimate of an increase in salary of the employees in future years, determined considering the general trend in inflation, seniority, promotions, past experience and other relevant factors such as demand and supply in employment market, etc.

##### 4.3 Demographic Assumptions

The principal demographic assumptions used in the valuation are shown in the table below:

Particulars	As on		
	31-Mar-20	30-Jun-20	31-Mar-21
Mortality rate	100% of IALM 2012-14	100% of IALM 2012-14	NA
Normal retirement age	58 Years	58 Years	
Attrition / Withdrawal rates, based on age: (per annum)			
Upto 30 years	4.00%	4.00%	
31 - 44 years	6.00%	4.00%	
Above 44 years	10.00%	4.00%	
Rate of Leave Availment (per annum)	5.00%	5.00%	



Rate of Leave Encashment during employment (per annum)	5.00%	0.00%	
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Attrition rate indicated above represents the Company's best estimate of employee turnover in future (other than on account of retirement, death or disablement) determined considering various factors such as nature of business, retention policy, industry factors, past experience, etc.

An employee who has the right to accumulate and carry forward his leave to a future period can either avail this leave in future or encash the leave, as per the Company's leave encashment policy. If an employee avails a part of its leaves during a future period, the cost of such leave availment for the Company will be based on employer's CTC (Cost-to-Company) during that period. On the other hand, Cost to the Company in respect of any encashment of leave will be based on the salary (as defined in Company's leave encashment policy) in that

Rate of leave availment is the rate at which the current leave balance of an employee is assumed to be availed in the future on year on year basis. It is applied on the leave balance available for consumption, out of the current leave balance, at the beginning of each future projection period. Similarly, Rate of leave encashment during employment is the rate at which the leave balance of an employee is assumed to be encashed in the future on year on year basis.

**Table of sample mortality rates from Indian Assured Lives Mortality 2012-14**

Age	Mortality (per annum)	
	Male	Female
20 years	0.092%	0.092%
30 years	0.098%	0.098%
40 years	0.168%	0.168%
50 years	0.444%	0.444%
60 years	1.116%	1.116%
70 years	2.406%	2.406%

**5. Membership Status**

The summary statistics for the data as follows:

**Summary of Membership Status**

Particulars	As on		
	31-Mar-20	30-Jun-20	31-Mar-21
Number of employees	435	346	-
Total monthly salary for leave encashment	6,090,000	4,848,134	NA
Total monthly salary for leave availment	12,180,000	6,684,180	
Average past service (years)	20.62	19.86	



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Average age (years)	48.81	47.55	NA
Average remaining working life (years)	9.19	10.45	
Total number of Outstanding Leaves received	30,924	27,595	
Total number of Outstanding Leaves valued	30,924	27,595	
Decrement adjusted remaining working life (years)	N/A	7.53	

## 6. Amount, Timing and Uncertainty of Future Cash Flows

### 6.1 Sensitivity Analysis

Significant actuarial assumptions for the determination of the leave liability are discount rate, expected salary increase and mortality. The sensitivity analysis below have been determined based on reasonably possible changes of the assumptions occurring at the end of the reporting period, while holding all other assumptions constant. The results of sensitivity analysis are given below:

Particulars	01.04.2019 to 31.03.2020	01.04.2020 to 30.06.2020	01.07.2020 to 31.03.2021
Present Value of Obligation (Base)	15,395,503	17,499,692	-

Particulars	01.04.2019 to 31.03.2020		01.04.2020 to 30.06.2020		01.07.2020 to 31.03.2021
	Decrease	Increase	Decrease	Increase	Decrease/ (Increase)
Discount Rate (- / + 0.5%) (% change compared to base due to sensitivity)	15,754,947 2.3%	15,050,698 -2.2%	17,926,314 2.4%	17,092,990 -2.3%	NA
Salary Growth Rate (- / + 0.5%) (% change compared to base due to sensitivity)	15,049,094 -2.3%	15,753,396 2.3%	17,098,904 -2.3%	17,915,848 2.4%	
Attrition Rate (- / + 50% of attrition rates) (% change compared to base due to sensitivity)	N/A -	N/A -	17,852,553 2.0%	17,191,785 -1.8%	
Mortality Rate (- / + 10% of mortality rates) (% change compared to base due to sensitivity)	N/A -	N/A -	17,506,825 0.0%	17,492,579 0.0%	
Discount Rate (- / + 0.5%) (% change compared to base due to sensitivity)	15,754,947 2.3%	15,050,698 -2.2%	17,926,314 2.4%	17,092,990 -2.3%	
Salary Growth Rate (- / + 0.5%) (% change compared to base due to sensitivity)	15,049,094 -2.3%	15,753,396 2.3%	17,098,904 -2.3%	17,915,848 2.4%	
Attrition Rate (- / + 50% of attrition rates) (% change compared to base due to sensitivity)	N/A	N/A	17,852,553 2.0%	17,191,785 -1.8%	



*Plak*

Mortality Rate (- / + 10% of mortality rates) (% change compared to base due to sensitivity)	N/A -	N/A -	17,506,825 0.0%	17,492,579 0.0%
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## 6.2 Asset Liability Matching Strategies

The scheme is managed on unfunded basis.

## 6.3 Effect of Plan on Entity's Future Cash Flows

### d) Funding arrangements and Funding Policy

The scheme is managed on unfunded basis.

### e) Expected Contribution during the next annual reporting period

The Company's best estimate of Contribution during the next year	-
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\*Since the scheme is managed on unfunded basis, the next year contribution is taken as nil.

### f) Maturity Profile of Defined Benefit Obligation

Weighted average duration (based on discounted cash flows)	5 years
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Expected cash flows over the next (valued on undiscounted basis):	Indian Rupees (INR)
1st year	5,143,537
2nd year	1,758,196
3rd year	1,956,393
4th year	1,479,232
5th year	1,644,359
6th year	1,435,667
More than 6 year	10,754,439

## 7. Movement Analysis

### 7.1 Movement in Membership Status

Particulars	01.04.2019 to 31.03.2020	01.04.2020 to 30.06.2020	% Change	01.07.2020 to 31.03.2021
Number of employees	435	346	-20.5%	-
Number of new employees	N/A	-	-	-
Total monthly salary for leave encashment	6,090,000	4,848,134	-20.4%	-
Total monthly salary for leave	N/A	-	-	-



encashment for new employees				
Average monthly salary for leave encashment	14,000	14,012	0.1%	
Total monthly salary for leave availment	12,180,000	6,684,180	-45.1%	
Total monthly salary for leave availment for new employees	N/A	-	-	
Average monthly salary for leave availment	28,000	19,318	-31.0%	
Total number of Outstanding Leaves valued	30,924	27,595	-10.8%	
Total number of Outstanding Leaves valued for new employees	N/A	-	-	
Average Present Value of Obligation per Closing Leave Balance	498	634	27.4%	

## 7.2 Movement in Present Value of Obligation

Particular	01.04.2019 to 31.03.2020	% of Op. PVO	01.04.2020 to 30.06.2020	% of Op. PVO	01.07.2020 to 31.03.2021	% of Op. PVO
<b>Present Value of Obligation as at the beginning</b>	10,399,647	100.0%	15,395,503	100.0%	-	-
Current Service Cost	747,711	7.2%	188,617	1.2%	-	-
Interest Expense or Cost	746,695	7.2%	229,903	1.5%	-	-
Re-measurement (or Actuarial) (gain) / loss arising from:					-	-
- change in demographic assumptions	(9,237)	-0.1%	591,195	3.8%	-	-
- change in financial assumptions	707,770	6.8%	1,143,402	7.4%	-	-
- experience variance (i.e. actual experience vs assumptions)	4,499,476	43.3%	99,520	0.6%	-	-
- others	-	-	-	-	-	-
Past Service Cost	-	-	-	-	-	-
Effect of change in foreign exchange rates	-	-	-	-	-	-
Benefits Paid	(1,696,559)	-16.3%	(148,448)	-1.0%	-	-
Acquisition Adjustment	-	-	-	-	-	-
Effect of business combinations or disposals	-	-	-	-	-	-
Obligation transferred to Resulting Company			(17,499,692)	-113.7%		



Present Value of Obligation as at the end	15,395,503	148.0%	-	-	-	-
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### C. Provident Fund (Defined Benefit Plan)

#### 1. Summary of Results

The valuation results as at 30-6-2020 (effective date of demerger) are summarised in the tables below:

#### 1.1 Assets and Liability ( Balance Sheet Position)

Particulars	As on		
	31-Mar-20	30-Jun-20	31-Mar-21
Accumulated Account Value of Employee's Fund	253,924,000	-	-
Interest Rate Guarantee Liability	60,740,272	-	-
Present Value of Obligation (Total)	314,664,272	-	-
Value of Plan Assets	259,536,179	-	-
Surplus / (Deficit)	(55,128,093)	-	-
Net Liability to be recognized in Balance Sheet of the Company	55,128,093	-	-

#### 1.2 Summary of Expenses Recognized

Particulars	For the period		
	01.04.2019 to 31.03.2020	01.04.2020 to 30.06.2020	01.07.2020 to 31.03.2021
Expenses Recognised in the Income Statement	2,575,000	3,009,381	-
Expenses Recognised in the Other Comprehensive Income	26,219,231	(50,489,792)	-

#### 1.3 Experience adjustments on Present Value of Benefit Obligation

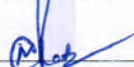
Particulars	For the period		
	01.04.2019 to 31.03.2020	01.04.2020 to 30.06.2020	01.07.2020 to 31.03.2021
(Gain) / Loss on Plan Liabilities	5,922,786	(50,246,842)	-
% of Opening Plan Liabilities	1.9%	-16.0%	NA

#### 1.4 Interest Rate Guarantee Liability

Particulars	As on		
	31-Mar-20	30-Jun-20	31-Mar-21
Interest Rate Guarantee Liability	60,740,272	-	-

#### 2. The Benefit Valued

The benefit valued in this Report are summarised below:




Type of Plan	Defined Benefit
Normal Retirement Age	58 Years
Benefit on normal retirement	Accrued Account Value (Contributions + Interest)
Benefit on early retirement / termination / resignation / withdrawal	Accrued Account Value (Contributions + Interest)
Benefit on death in service	Accrued Account Value (Contributions + Interest)

For exempt provident funds, the defined benefit obligation arises from the possibility that during any time period in the future, the scheme may earn insufficient investment income to meet the guaranteed interest rate declared by government / EPFO / relevant authorities.

The net defined benefit obligation as at the valuation date, thus, represents the excess of accrued account value (as provided by the Company) plus interest rate guaranteed liability (as provided in this report) over the value of plan assets (as provided by the Company).

The rate guaranteed by the EPFO is variable and may not be market linked. For the purpose of this valuation, we have assumed the guaranteed interest rate to be 8.5% per annum at all times in the future.

### 3. Actuarial Assumptions

#### 3.1 Economic and Demographic Assumptions

Particulars	As on		
	31-Mar-20	30-Jun-20	31-Mar-21
Discount rate (per annum)	6.13%	5.90%	NA
Interest rate guarantee (per annum)	8.65%	8.50%	
Average Historic Yield on the Investment (per annum)	N/A	7.67%	
Mortality Rate (% of IALM 2012-14)	100.00%	100.00%	
Attrition Rate (per annum), based on ages:			
Upto 30 years	4.00%	4.00%	
31 to 44 years	6.00%	4.00%	
Above 44 years	10.00%	4.00%	

\*It should be noted that the attrition rate was considered as 100% for Non Active employees for the period ending 30 June 2020.

### 4. Summary of Membership Status and Fund Status

The summary statistics for the data as follows:

#### 4.1 Summary of Membership Status

The summary statistics for the employee data is as per table below:

Particulars	As on		
	31-Mar-20	30-Jun-20	31-Mar-21
Number of employees	442	821	-
Average age (years)	N/A	59.42	NA



Expected average future working life time (years)	N/A	3.46	
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\* It should be noted that there are 476 Non Active employees out of 821 employees as on 30 June 2020.

#### 4.2 Summary of Fund Status

The following table summarizes the relevant information.

Particulars	As on		
	31-Mar-20	30-Jun-20	31-Mar-21
Accumulated Account Value of Employee's Fund	253,924,000	257,107,138	NA
Value of Plan Assets*	259,536,179	124,655,597	
Average remaining tenure of the investment (years)	N/A	8.77	

#### 5. Valuation Results

The valuation results for the defined benefit plan as at 30-06-2020 and 31-03-2021 are produced in the tables below:

##### 5.1 Changes in the Present Value of Obligation

Particulars	For the period		
	01.04.2019 to 31.03.2020	01.04.2020 to 30.06.2020	01.07.2020 to 31.03.2021
Present Value of Obligation as at the beginning	314,739,041	314,664,272	-
Interest Cost	23,534,608	5,436,237	-
Past Service Cost	-	-	-
Current Service Cost	2,575,000	274,067	-
Employee's Contributions	8,343,000	1,332,443	-
Transfer In	808,000	1,617,824	-
Benefits Paid	(42,021,000)	(5,477,433)	-
Re-measurement (or Actuarial) (gain) / loss arising from:			-
- change in demographic assumptions	19,242	-	-
- change in financial assumptions	743,595	-	-
- experience variance	5,922,786	(50,246,842)	-
- others	-	-	-
Effect of change in foreign exchange rates	-	-	-
Effect of business combinations or disposals	-	-	-
Obligation transferred to Resulting Company	-	(267,600,568)	-
Present Value of Obligation as at the end	314,664,272	-	-



### 5.2 Changes in the Value of Plan Assets

Particulars	For the period		
	01.04.2019 to 31.03.2020	01.04.2020 to 30.06.2020	01.07.2020 to 31.03.2021
Value of Plan Assets as at the beginning	263,710,000	259,536,179	-
Adjustment to Opening Value of Plan Assets as per Balance sheet	22,120,179	(135,571,356)	-
Investment Income	23,534,608	2,700,923	-
Employer's Contributions	2,575,000	274,067	-
Employee's Contributions	8,343,000	1,332,443	-
Transfers In	808,000	1,617,824	-
Benefits Paid	(42,021,000)	(5,477,433)	-
Return on plan assets , excluding amount recognized in net interest expense	(19,533,608)	242,951	-
Planned Assets transferred to Resulting Company	-	(124,655,597)	-
Value of Plan Assets as at the end	259,536,179	-	-

### 5.3 Expenses Recognised in the Income Statement

Particulars	For the period		
	01.04.2019 to 31.03.2020	01.04.2020 to 30.06.2020	01.07.2020 to 31.03.2021
Current Service Cost (Employer's Contribution)	2,575,000	274,067	-
Past Service Cost	-	-	-
Loss / (Gain) on settlement	-	-	-
Net interest Cost - Liability	23,534,608	5,436,237	-
Net interest (Income) - Assets	(23,534,608)	(2,700,923)	-
Total Expenses Recognized in the Income Statement	2,575,000	3,009,381	-

### 5.3 Expenses recognised in Other Comprehensive Income

Particulars	For the period		
	01.04.2019 to 31.03.2020	01.04.2020 to 30.06.2020	01.07.2020 to 31.03.2021
Actuarial (gains) / losses			
- change in demographic assumptions	19,242	-	-
- change in financial assumptions	743,595	-	-
- experience variance	5,922,786	(50,246,842)	-
- others	-	-	-
Return on plan assets, excluding amount recognised in net interest expense	19,533,608	(242,951)	-



Re-measurement (or Actuarial) (gain)/loss arising because of change in effect of asset ceiling	-	-	-
Components of defined benefit costs recognised in other comprehensive income	26,219,231	(50,489,792)	-

5.5 Major categories of Plan Assets (as percentage of Total Plan Assets)

Particulars	As on		
	31-Mar-20	30-Jun-20	31-Mar-21
Government of India securities	0.0%	0.0%	NIL
State Government securities	49.0%	48.6%	
High quality corporate bonds	43.5%	42.7%	
Equity shares of listed companies	5.1%	4.0%	
Property	0.0%	0.0%	
Special Deposit Scheme	0.0%	0.0%	
Funds managed by Insurer	0.0%	0.0%	
Bank balance / Other Investments	2.3%	4.8%	
<b>Total</b>	<b>100%</b>	<b>100%</b>	<b>NIL</b>





Note 3A - Property, Plant & Equipment, Capital Work in Progress & Intangible Assets

Particulars	Tangible Assets										Total	Intangible Computer Software	Capital Work in Progress
	Building Factory & Roads	Building Residences	Electric Installation	Furniture & Fittings	Laboratory & Med Equip.	Land	Library	Machinery and Plant	Telephone Installation	Vehicles			
<b>Year ended 31st March, 2020</b>													
<i>Freehold Assets -</i>													
<i>Gross Carrying Amount</i>													
Decemed Cost as at 01st April, 2019	7,23,19,616.00	5,96,33,099.00	1,55,66,531.60	69,36,480.00	2,57,285.00	2,84,72,501.00	96,985.00	33,03,74,318.00	7,28,725.00	34,84,086.00	51,78,69,626.60	19,38,077.00	-
Exchange Differences	-	-	-	-	-	-	-	-	-	-	-	-	-
Additions	-	-	2,16,865.00	8,50,483.00	-	-	-	4,89,855.00	36,500.00	-	15,93,703.00	-	-
Disposals out of Original Cost during the year	-	-	-	-	-	-	84,599.00	-	33,000.00	-	1,17,599.00	-	-
Disposals out of Revalued Cost during the year	-	-	-	-	-	-	-	2,55,000.00	-	-	2,55,000.00	-	-
Assets Scrapped Off & Assets Impaired	3,57,315.00	24,25,477.00	2,86,829.00	1,31,441.00	4,691.00	-	12,386.00	75,77,131.02	2,024.00	1,797.00	1,07,99,091.02	-	-
<b>Closing Gross Carrying Amount</b>	<b>7,19,62,301.00</b>	<b>5,72,07,622.00</b>	<b>1,54,96,567.60</b>	<b>76,55,522.00</b>	<b>2,52,594.00</b>	<b>2,84,72,501.00</b>	<b>-</b>	<b>32,30,32,041.98</b>	<b>7,30,201.00</b>	<b>34,82,289.00</b>	<b>50,82,91,639.58</b>	<b>19,38,077.00</b>	<b>-</b>
<i>Accumulated Depreciation</i>													
Opening Accumulated Depreciation	6,23,68,401.00	4,06,72,623.00	1,37,27,652.60	35,73,045.00	2,48,195.00	-	84,599.00	31,43,55,378.00	6,94,051.00	20,66,642.00	43,77,90,586.60	18,41,174.00	-
Depreciation during the year on Original Cost	82,117.00	55,896.00	3,10,642.00	4,01,801.00	773.00	-	-	13,76,823.00	3,259.00	2,02,589.00	24,33,900.00	96,903.00	-
Depreciation during the year on Revaluation Cost	2,46,400.00	4,64,357.00	8,896.00	644.00	-	-	-	18,798.00	-	-	7,39,095.00	-	-
Total Depreciation	3,28,517.00	5,20,253.00	3,19,538.00	4,02,445.00	773.00	-	-	13,95,621.00	3,259.00	2,02,589.00	31,72,995.00	96,903.00	-
Disposals during the year	-	-	-	-	-	-	-	-	-	-	-	-	-
Depreciation Derecognised due to Assets Scrapped Off	-	-	-	-	-	-	84,599.00	2,54,864.00	31,445.00	-	3,70,908.00	-	-
Exchange Differences	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Closing Accumulated Depreciation</b>	<b>6,26,96,918.00</b>	<b>4,11,92,876.00</b>	<b>1,40,47,190.60</b>	<b>39,75,490.00</b>	<b>2,48,968.00</b>	<b>-</b>	<b>-</b>	<b>31,54,96,135.00</b>	<b>6,65,865.00</b>	<b>22,69,231.00</b>	<b>44,05,92,673.60</b>	<b>19,38,077.00</b>	<b>-</b>
<b>Net Carrying Amount</b>	<b>92,65,383.00</b>	<b>1,60,14,746.00</b>	<b>14,49,377.00</b>	<b>36,80,032.00</b>	<b>3,626.00</b>	<b>2,84,72,501.00</b>	<b>-</b>	<b>75,35,906.98</b>	<b>64,336.00</b>	<b>12,13,058.00</b>	<b>6,76,98,965.98</b>	<b>-</b>	<b>-</b>



*(Handwritten signature)*

Particulars	Tangible Assets										Total	Intangible Computer Software	Capital Work in Progress
	Building Factory & Roads	Building Residences	Electric Installation	Furniture & Fittings	Laboratory & Med Equip.	Land	Library	Machinery and Plant	Telephone Installation	Vehicles			
<b>Year ended 31st March, 2021</b>													
<i>Freehold Assets -</i>													
<i>Gross Carrying Amount</i>													
Deemed Cost as at 01st April, 2020	7,19,62,301.00	5,72,07,622.00	1,54,96,567.60	76,55,522.00	2,52,594.00	2,84,72,501.00	-	32,30,32,041.98	7,30,201.00	34,82,289.00	50,82,91,639.58	19,38,077.00	-
Exchange Differences	-	-	-	-	-	-	-	-	-	-	-	-	-
Additions	-	-	2,203.00	-	-	-	-	-	-	-	2,203.00	-	-
Transfer to Demerged Undertaking at Original Cost, pursuant to Scheme	1,65,39,349.00	1,16,13,572.00	1,19,91,902.60	58,46,036.00	2,52,594.00	39,06,616.00	-	20,55,30,589.98	7,30,201.00	21,95,164.00	25,86,06,024.58	19,38,077.00	-
Transfer of Revalued Cost to Revaluation Reserve, pursuant to Demerger	5,54,22,952.00	4,55,94,050.00	35,06,868.00	18,09,486.00	-	2,45,65,885.00	-	11,75,01,452.00	-	6,97,419.00	24,90,98,112.00	-	-
<b>Closing Gross Carrying Amount</b>	-	-	-	-	-	-	-	-	-	5,89,706.00	5,89,706.00	-	-
<i>Accumulated Depreciation</i>													
Opening Accumulated Depreciation	6,26,96,918.00	4,11,92,876.00	1,40,47,190.60	39,75,490.00	2,48,968.00	-	-	31,54,96,135.00	6,65,865.00	22,69,231.00	44,05,92,673.60	19,38,077.00	-
Depreciation during the year on Original Cost	19,836.00	12,019.00	60,089.00	97,841.00	25.00	-	-	1,16,540.00	1,729.00	1,00,712.00	4,08,791.00	-	-
Depreciation during the year on Revaluation Cost	63,792.00	1,60,893.00	2,070.00	187.00	-	-	-	4,070.00	-	-	2,31,012.00	-	-
Total Depreciation	83,628.00	1,72,912.00	62,159.00	98,028.00	25.00	-	-	1,20,610.00	1,729.00	1,00,712.00	6,39,803.00	-	-
Transfer of Accumulated Depreciation on Original Cost	1,16,16,405.00	92,72,167.00	1,06,23,184.60	22,64,033.00	2,48,993.00	-	-	19,81,89,907.00	6,67,594.00	12,74,136.00	23,41,56,419.60	19,38,077.00	-
Transfer of Accumulated Depreciation on Revaluation Cost to Revaluation Reserve, pursuant to Demerger	5,11,64,141.00	3,20,93,621.00	34,86,165.00	18,09,485.00	-	-	-	11,74,26,838.00	-	6,97,419.00	20,66,77,669.00	-	-
Exchange Differences	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Closing Accumulated Depreciation</b>	-	-	-	-	-	-	-	-	-	3,98,388.00	3,98,388.00	-	-
<b>Net Carrying Amount</b>	-	-	-	-	-	-	-	-	-	1,91,318.00	1,91,318.00	-	-

Note:

a) The aggregate depreciation has been included under Depreciation and Amortisation Expense in the Statement of Profit & Loss.

**Annexure forming part of Note 3A:**

**I) Bifurcation of Depreciation and Amortisation Expense as per Ind AS 38 Para 118(d)**

Particular	Year ended	Year ended
	31st March, 2021	31st March, 2020
Depreciation of Property, Plant & Equipment pertaining to continuing operation	6,39,803.00	31,72,995.00
Depreciation of Investments Property	-	-
Amortisation of Intangible Assets	-	96,903.00
<b>Total Depreciation and Amortisation pertaining to Continuing Operation</b>	<b>6,39,803.00</b>	<b>32,69,898.00</b>
Depreciation of Property, Plant & Equipment pertaining to discontinued operations	-	-
<b>Total Depreciation and Amortisation Expense</b>	<b>6,39,803.00</b>	<b>32,69,898.00</b>

II) Classes of Property, Plant & Equipment given above in these financial statements are only those which are applicable to the Entity.

**III) Assets Pledged as Security as per Ind AS 16.74(a)**

There is no restriction on title of Property, Plant and Equipment as none of the Property, Plant and Equipment are pledged as security for liabilities.



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## Note 3B - Assets Held as Classified for Sale

Particulars	Tangible Assets										Total	Intangible Computer Software	Capital Work in Progress
	Building Factory & Roads	Building Residences	Electric Installation	Furniture & Fittings	Laboratory & Med Equip.	Land	Library	Machinery and Plant	Telephone Installation	Vehicles			
<b>Year ended 31st March, 2020</b>													
<i>Freehold Assets -</i>													
<i>Gross Carrying Amount</i>													
Deemed Cost as at 01st April, 2019	-	-	-	-	-	-	28,21,030.00	-	-	-	28,21,030.00	-	-
Exchange Differences	-	-	-	-	-	-	-	-	-	-	-	-	-
Additions	-	-	-	-	-	-	-	-	-	-	-	-	-
Disposals out of Original Cost during the year	-	-	-	-	-	-	-	-	-	-	-	-	-
Disposals out of Revalued Cost during the year	-	-	-	-	-	-	-	-	-	-	-	-	-
Assets Written Off / Impaired	-	-	-	-	-	-	5,08,312.98	-	-	-	5,08,312.98	-	-
<b>Closing Gross Carrying Amount</b>	-	-	-	-	-	-	<b>23,12,717.02</b>	-	-	-	<b>23,12,717.02</b>	-	-
<i>Accumulated Depreciation</i>													
Opening Accumulated Depreciation	-	-	-	-	-	-	7,92,344.00	-	-	-	7,92,344.00	-	-
Depreciation during the year on Original Cost	-	-	-	-	-	-	1,02,234.00	-	-	-	1,02,234.00	-	-
Depreciation during the year on Revaluation Cost	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Depreciation	-	-	-	-	-	-	1,02,234.00	-	-	-	1,02,234.00	-	-
Disposals during the year	-	-	-	-	-	-	-	-	-	-	-	-	-
Impairment / Depreciation on Transition	-	-	-	-	-	-	-	-	-	-	-	-	-
Exchange Differences	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Closing Accumulated Depreciation</b>	-	-	-	-	-	-	<b>8,94,578.00</b>	-	-	-	<b>8,94,578.00</b>	-	-
<b>Assets Held for Sale</b>	-	-	-	-	-	-	<b>14,18,139.02</b>	-	-	-	<b>14,18,139.02</b>	-	-

Particulars	Tangible Assets										Total	Intangible Computer Software	Capital Work in Progress
	Building Factory & Roads	Building Residences	Electric Installation	Furniture & Fittings	Laboratory & Med Equip.	Land	Library	Machinery and Plant	Telephone Installation	Vehicles			
<b>Year ended 31st March, 2021</b>													
<i>Freehold Assets -</i>													
<i>Gross Carrying Amount</i>													
Deemed Cost as at 01st April, 2020	-	-	-	-	-	-	23,12,717.02	-	-	-	23,12,717.02	-	-
Exchange Differences	-	-	-	-	-	-	-	-	-	-	-	-	-
Additions	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to Demerged Undertaking at Original Cost, pursuant to Scheme	-	-	-	-	-	-	23,12,717.02	-	-	-	23,12,717.02	-	-
Transfer of Revalued Cost to Revaluation Reserve, pursuant to Demerger	-	-	-	-	-	-	-	-	-	-	-	-	-
Assets Written Off / Impaired	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Closing Gross Carrying Amount</b>	-	-	-	-	-	-	-	-	-	-	-	-	-



<b>Accumulated Depreciation</b>											
Opening, Accumulated Depreciation	-	-	-	-	-	-	8,94,578.00	-	-	8,94,578.00	-
Depreciation during the year on Original Cost	-	-	-	-	-	-	54,049.00	-	-	54,049.00	-
Depreciation during the year on Revaluation Cost	-	-	-	-	-	-	-	-	-	-	-
Total Depreciation	-	-	-	-	-	-	54,049.00	-	-	54,049.00	-
Transfer of Accumulated Depreciation on Original Cost	-	-	-	-	-	-	9,48,627.00	-	-	9,48,627.00	-
Transfer of Accumulated Depreciation on Revaluation Cost to Revaluation Reserve, pursuant to Demerger	-	-	-	-	-	-	-	-	-	-	-
Impairment / Depreciation on Transition	-	-	-	-	-	-	-	-	-	-	-
Exchange Differences	-	-	-	-	-	-	-	-	-	-	-
<b>Closing Accumulated Depreciation</b>	-	-	-	-	-	-	-	-	-	-	-
<b>Assets Held for Sale</b>	-	-	-	-	-	-	-	-	-	-	-

**Annexure forming part of Note 3B:**

**I) Impairment Losses recognised during the year as per Ind AS 36.130(a) to (g)**

During the reporting period, no impairment assessment is performed as there was no indication of impairment. However, during the previous year impairment assessment on assets was performed due to shutdown of Cap & GIS Plant. The fair value less cost of disposal was equal to the value in use. Hence, recoverable amount of relevant assets had been determined on the basis of their value during the previous year in use. Also some assets were obsolete and are written at their realisable value during the previous year.  
The Company has also assessed the impact of COVID-19 on the assets of the Company and none of the assets of the Company have been affected. Also, the Company does not foresee any challenge in realising/ recovering value of assets due to impact of COVID-19 pandemic.

**II) Additional Impairment Losses recognised during the year as per Ind AS 36.131**

No Additional Impairment Losses had been recognised in respect of Assets during the year ending 31st March, 2021.

**III) Impairment Losses on Non Financial Asset as per Ind AS 36.126(a)**

The Impairment Losses, if any, on Non Financial Assets is included under the heading Continuing Operations in Profit & Loss in the 'Other Expenses' line item.



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Hind Lamps Limited

Notes forming part of the financial statements

**Note 4 - Financial Assets**

Particulars	As at	As at
	31st March, 2021	31st March, 2020
	Amount (in ₹)	Amount (in ₹)
<u>Other Financial Assets</u> - Unsecured, Considered Good		
Bank Deposits with more than 12 months maturity		
Margin Money with Bank	-	2,45,925.90
<b>Total</b>	-	<b>2,45,925.90</b>

**Note 5 - Deferred Tax Assets**

Particulars	As at	As at
	31st March, 2021	31st March, 2020
	Amount (in ₹)	Amount (in ₹)
Deferred Tax Assets	7,543.00	22,96,75,488.00
Deferred Tax Liabilities	-	(68,74,224.00)
	<b>7,543.00</b>	<b>22,28,01,264.00</b>
<u>Deferred Tax Liabilities</u>		
Depreciation	-	(68,74,224.00)
<i>Total Deferred Tax Liabilities</i>	-	(68,74,224.00)
<u>Deferred Tax Assets</u>		
Gratuity Liability	-	1,77,47,231.00
Depreciation	7,543.00	-
Other Timing Differences	-	13,89,476.00
Section 43B Disallowances	-	2,89,04,375.00
Unabsorbed Loss/Depreciation	-	18,16,34,406.00
<i>Total Deferred Tax Assets</i>	7,543.00	22,96,75,488.00
<b>Net Total</b>	<b>7,543.00</b>	<b>22,28,01,264.00</b>

5.1 Deferred tax assets and deferred tax liabilities have been offset as they relate to the same governing taxation laws.

5.2 During the year ended 31st March, 2021, no deferred tax asset has been recognised by the Company arising out of Unabsorbed Depreciation and Carried Forward Business Losses, as such losses consequent to demerger of manufacturing undertaking will now not be carried forward by the company. However, in the previous year ending 31st March, 2020, the Company has recognized deferred tax assets amounting to ₹ 18,16,34,406/- arising out of Unabsorbed Depreciation and carried Forward Business Losses as per the Income Tax Act, 1961.





**Note 6a- Other Non Current Assets - Right-of-Use Assets**

Particulars	As at 31st March, 2021	As at 31st March, 2020
	Amount (in ₹)	Amount (in ₹)
<u>Right of Use Assets</u>		
Bajaj Electricals Limited	11,76,513.00	13,92,013.45
Indoplast Private Limited	-	2,31,126.64
KDS Enterprises	-	15,14,986.72
Melter India	-	4,62,266.04
SHV Energy Private Limited	-	2,23,987.50
<b>Total</b>	<b>11,76,513.00</b>	<b>38,24,380.35</b>

**Note 6b - Other Non Current Assets - Others**

Particulars	As at 31st March, 2021	As at 31st March, 2020
	Amount (in ₹)	Amount (in ₹)
<u>Advances other than Capital Advances</u>		
- Unsecured, Considered Good		
<u>Security Deposits</u>		
Security Deposits	-	31,48,462.00
<u>Balances with Revenue Authorities</u>		
Penalty deposited under Protest (GST)	-	1,24,148.00
<b>Total</b>	<b>-</b>	<b>32,72,610.00</b>



5.3 Bifurcation of Details of Deferred Tax Assets

Particular	Opening Balance	Recognised in Profit or Loss	Recognised in Other Comprehensive Income	Recognised directly in Equity	Reclassified from equity to Profit & Loss	Acquisitions / Disposals	Liabilities associated with assets classified as held for sale	Transferred during Demerger	Closing Balance
<b>Financial Year 2020-2021</b>									
<u>Deferred Tax (Liabilities) / Assets in relation to:</u>									
Property, Plant & Equipment	(69,05,348.00)	24,80,894.00	-	-	-	-	-	44,31,997.00	7,543.00
Intangible Assets	31,124.00	(7,781.00)	-	-	-	-	-	(23,343.00)	-
FVTPL Financial Assets	-	-	-	-	-	-	-	-	-
Financial Assets at FVTOCI	-	-	-	-	-	-	-	-	-
Unabsorbed Loss / Depreciation	18,16,34,406.00	1,16,81,319.00	-	-	-	-	-	(19,33,15,725.00)	-
Provision for Doubtful Debts	-	44,26,087.00	-	-	-	-	-	(44,26,087.00)	-
Defined Benefit Obligation	4,50,29,718.00	1,16,43,395.00	(59,81,665.00)	-	-	-	-	(5,06,91,448.00)	-
Other Financial Liabilities	-	-	-	-	-	-	-	-	-
Under Section 43B	16,21,887.00	3,43,446.00	-	-	-	-	-	(19,65,333.00)	-
Other Provision	13,89,477.00	72,47,395.00	-	-	-	-	-	(86,36,872.00)	-
	<b>22,28,01,264.00</b>	<b>3,78,14,755.00</b>	<b>(59,81,665.00)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(25,46,26,811.00)</b>	<b>7,543.00</b>
<b>Financial Year 2019-2020</b>									
<u>Deferred Tax (Liabilities) / Assets in relation to:</u>									
Property, Plant & Equipment	(70,94,475.00)	1,89,127.00	-	-	-	-	-	-	(69,05,348.00)
Intangible Assets	16,304.00	14,820.00	-	-	-	-	-	-	31,124.00
FVTPL Financial Assets	-	-	-	-	-	-	-	-	-
Financial Assets at FVTOCI	-	-	-	-	-	-	-	-	-
Unabsorbed Loss / Depreciation	11,65,33,081.00	6,51,01,325.00	-	-	-	-	-	-	18,16,34,406.00
Provision for Doubtful Debts	2,65,533.00	(2,65,533.00)	-	-	-	-	-	-	-
Defined Benefit Obligation	6,67,02,380.00	(1,70,57,785.00)	(46,14,877.00)	-	-	-	-	-	4,50,29,718.00
Other Financial Liabilities	-	-	-	-	-	-	-	-	-
Under Section 43B	16,21,887.00	-	-	-	-	-	-	-	16,21,887.00
Other Provision	6,53,458.00	7,36,019.00	-	-	-	-	-	-	13,89,477.00
<b>Total</b>	<b>17,86,98,168.00</b>	<b>4,87,17,973.00</b>	<b>(46,14,877.00)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>22,28,01,264.00</b>

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**Note 7 - Inventories**

Particulars	As at	As at
	31st March, 2021	31st March, 2020
	Amount (in ₹)	Amount (in ₹)
<u>Inventories at the end of the year</u>		
Finished Goods	53,04,428.71	1,75,57,271.88
Raw Material	-	6,58,29,766.14
Scraps	-	5,84,824.45
Stock in Trade	-	57,57,138.82
Stores and Spares	-	65,17,330.06
Work-in-Progress	-	1,61,97,510.93
<b>Total</b>	<b>53,04,428.71</b>	<b>11,24,43,842.28</b>

**\*Details as required as per Ind AS Para:**

Ind AS 2 Para 36(d)

The cost of inventories recognised as an expense during the year was ₹ 6,49,54,755.11/- (for the year ended 31st March, 2020: ₹ 46,73,29,991.19/-).

Ind AS 2 Para 36 (e) to (g)

The cost of inventories recognised as an expense during the year includes ₹ 2,81,28,933.56 (during previous year : NIL) in respect of write down of inventories to their net realisable value. The same has been presented in the head of Other Expenses and Change in Inventories.

Ind AS 1 Para 61

Inventories as shown in balance sheet are expected to be recovered before 12 months at the same value on which they are recorded except for Slow and Non Moving Items.

The mode of valuation of inventories has been stated in Point No. (x) of Note No. 1 - C Significant Accounting Policies.

**Note 8A - Trade Receivable**

Particulars	As at	As at
	31st March, 2021	31st March, 2020
	Amount (in ₹)	Amount (in ₹)
<u>Outstanding for more than 6 month from the due date</u>		
Unsecured, Considered Good	48,002.00	1,67,82,785.39
Unsecured, Considered Doubtful	-	-
	48,002.00	1,67,82,785.39
Less:- Provision for doubtful Debts	-	-
	48,002.00	1,67,82,785.39
<u>Outstanding for less than 6 month from the due date</u>		
Unsecured, Considered Good	52,00,178.00	80,18,620.70
Unsecured, Considered Doubtful	-	-
	52,00,178.00	80,18,620.70
Less:- Provision for doubtful Debts	-	-
	52,00,178.00	80,18,620.70
<b>Total</b>	<b>52,48,180.00</b>	<b>2,48,01,406.09</b>



*(Signature)*



Note 8B - Cash and Cash Equivalents

Particulars	As at 31st March, 2021	As at 31st March, 2020
	Amount (in ₹)	Amount (in ₹)
Cash in Hand (As taken and certified by the management)	1,12,220.00	73,752.00
<u>Balances with Banks</u>		
<i>In Current Account</i>		
Bank of Baroda	-	85,250.99
Bank of Baroda, Shikohabad - 334	7,63,167.37	-
Bank of India (Kosi)	-	11,199.68
Cheques in Hand	19,37,124.00	-
IDBI Bank Limited (Agra)	-	67,262.95
IDBI Bank Limited (No Lien)	-	1,00,000.00
State Bank of India (Shikohabad)	-	25,799.50
<u>Others</u>		
Gold Coins	-	36,892.00
Imprest - Postage	-	5,534.00
<b>Total</b>	<b>28,12,511.37</b>	<b>4,05,691.12</b>

Note 8C - Other Financial Assets

Particulars	As at 31st March, 2021	As at 31st March, 2020
	Amount (in ₹)	Amount (in ₹)
<u>Other Financial Assets - Unsecured, Considered Good</u>		
<u>Bank Deposits with less than 12 months maturity</u>		
FDR with Bank	-	28,29,835.40
<b>Total</b>	<b>-</b>	<b>28,29,835.40</b>

Note 9 - Current Tax Assets

Particulars	As at 31st March, 2021	As at 31st March, 2020
	Amount (in ₹)	Amount (in ₹)
<u>Current Tax Assets</u>		
Tax Refund Receivable	10,925.67	5,04,673.77
<b>Total</b>	<b>10,925.67</b>	<b>5,04,673.77</b>

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Note 10 - Other Current Assets

Particulars	As at 31st March, 2021	As at 31st March, 2020
	Amount (in ₹)	Amount (in ₹)
<u>Advance other than Capital Advances</u>		
<u>Other Advances - Unsecured, Considered Good</u>		
Advance Recoverable in Cash or kind (Refer Sub Schedule - A)	3,217.00	1,52,497.00
Advance to Suppliers - To Others	20,602.00	8,78,423.22
<u>Balance with Revenue Authorities</u>		
Central GST	13,63,722.73	54,07,272.71
ESI Deposited in Excess	-	2,31,112.35
Integrated GST	-	6,40,396.38
State GST	13,11,031.51	82,23,058.71
<u>Other Receivable</u>		
Interest Receivable on Deposits	-	53,957.00
<b>Total</b>	<b>26,98,573.24</b>	<b>1,55,86,717.37</b>



## Note 11 - Equity

## A) Equity Share Capital

Particulars	As at 31st March, 2021	As at 31st March, 2020
	Amount (in ₹)	Amount (in ₹)
<b>a) Authorised Share Capital</b>		
64,00,000 Equity Shares of ₹ 25/- each with voting rights	16,00,00,000.00	16,00,00,000.00
9% Cumulative Redeemable Preference Shares of ₹ 25/- per share	1,00,00,000.00	1,00,00,000.00
0% Non Participating Redeemable Preference Shares of ₹ 25/- per share	8,00,00,000.00	8,00,00,000.00
<b>b) Issued, Subscribed and Fully Paid Up Capital</b>		
60,00,000 Equity Shares of ₹ 25/- each with voting rights	15,00,00,000.00	15,00,00,000.00
<b>Total</b>	<b>15,00,00,000.00</b>	<b>15,00,00,000.00</b>

Refer Notes (i) to(iii) below:

## Notes:

(i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:

Particulars	Opening Balance	Fresh issue /(Redeem)	Closing Balance
<b>Equity shares with voting rights</b>			
<b>Year ended 31st March, 2020</b>			
- Number of shares	60,00,000	-	60,00,000
- Amount(in ₹)	15,00,00,000.00	-	15,00,00,000.00
<b>Year ended 31st March, 2021</b>			
- Number of shares	60,00,000	-	60,00,000
- Amount(in ₹)	15,00,00,000.00	-	15,00,00,000.00

## (ii) Terms/ Rights attached to Equity Shares

The company has only single class of equity shares having par value ₹ 25/- each. Each holder of equity shares is entitled for one vote per share. Shareholders have right to participate in the dividends(if any) declared on that class of share. In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.



## (iii) Details of shares held by each shareholder holding more than 5% shares:

Class of shares / Name of shareholder	Number of shares held	% of Shareholding
<b>Equity shares with voting rights</b>		
<b>As at 31st March, 2020</b>		
Bachhraj and Company Private Limited	6,75,000	11.25%
Bajaj Electricals Limited	11,40,000	19.00%
Baroda Industries Private Limited	11,70,000	19.50%
Jamnalal Sons Private Limited	4,95,000	8.25%
Ms. Geetika Bajaj	11,70,000	19.50%
Smt. Kiran Bajaj	11,70,000	19.50%
<b>As at 31st March, 2021</b>		
Bachhraj and Company Private Limited	6,75,000	11.25%
Bajaj Electricals Limited	11,40,000	19.00%
Baroda Industries Private Limited	11,70,000	19.50%
Jamnalal Sons Private Limited	4,95,000	8.25%
Ms. Geetika Bajaj	11,70,000	19.50%
Smt. Kiran Bajaj	11,70,000	19.50%

**Note:** As per the records of the company, including its register of shareholder/members and other declarations received from the shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.

## 11B - Other Equity

Particulars	As at 31st March, 2021	As at 31st March, 2020
	Amount (in ₹)	Amount (in ₹)
<b>i) Reserve &amp; Surplus</b>		
Capital Reserve	1,07,27,26,346.09	5,21,00,000.00
Securities Premium	22,00,000.00	22,00,000.00
Retained Earning (P & L)	(1,19,54,13,691.63)	(1,14,32,33,331.52)
Revaluation Surplus	-	6,41,70,122.00
Other Items of Other Comprehensive Income	(1,69,78,586.00)	(2,17,03,527.00)
<b>Total</b>	<b>(13,74,65,931.54)</b>	<b>(1,04,64,66,736.52)</b>
<b>ii) Others - Other Equity</b>		
Redeemable Preference Shares	-	2,35,75,443.00
Loan from Bajaj Electricals Limited*	-	11,52,00,000.00
<b>Total</b>	<b>-</b>	<b>13,87,75,443.00</b>
<b>Grand Total</b>	<b>(13,74,65,931.54)</b>	<b>(90,76,91,293.52)</b>

**\*Note:** In the Previous Year, Loan from Bajaj Electricals Limited was treated as other equity as there was neither an intent from the lending company or expectation to demand repayment nor there was any intention to settle it, irrespective of whether the company was able to repay the same or not.



Note 12 - Borrowings

Particulars	As at	As at
	31st March, 2021	31st March, 2020
	Amount (in ₹)	Amount (in ₹)
<b>Unsecured Loans</b>		
<b>Other Parties</b>		
Candour Fincon Private Limited	-	1,00,00,000.00
Emkay Appliances Private Limited	-	10,98,90,134.00
Konark Fixtures Limited	-	10,75,00,000.00
<b>Non Participating Redeemable Preference Share Capital</b>		
28,00,000 shares of ₹ 25/- each	-	9,33,86,417.00
<b>Secured Loans</b>		
<b>Term Loans - From Banks</b>		
Bank of Baroda, Agra (Vehicle Loan) - 00780600001712	-	6,13,085.00
<b>Total</b>	-	<b>32,13,89,636.00</b>

**Terms & Conditions:**

<p><b>A) Candour Fincon Private Limited</b></p> <p>1. <b>Nature</b> :- Unsecured</p> <p>2. <b>Interest</b> :- Interest @13.00%</p> <p>3. <b>Repayment</b> :- There is no stipulated repayment schedule between the parties.</p>	<p><b>B) Deferred Trade Tax</b></p> <p>1. <b>Nature</b> :- Unsecured</p> <p>2. <b>Interest</b> :- Interest Free</p> <p>3. <b>Repayment</b> :- THE LOAN IS REPAYABLE IN 3 Annual Instalment as per sanctioned MDRS by RIFP</p> <p>30-09-2016 of ₹ 56,51,628/-</p> <p>30-09-2017 of ₹ 2,66,75,460/-</p> <p>30-09-2019 of ₹ 1,06,88,355/-</p> <p>30-09-2020 of ₹ 95,18,278/-</p> <p>30-09-2020 of ₹ 32,03,100/-</p>
<p><b>C) Emkay Appliances Private Limited</b></p> <p>1. <b>Nature</b> :- Unsecured</p> <p>2. <b>Interest</b> :- Interest Rate @13.00%</p> <p>3. <b>Repayment</b> :-There is no stipulated repayment schedule between the parties.</p>	<p><b>D) Konark Fixtures Limited</b></p> <p>1. <b>Nature</b> :- Unsecured</p> <p>2. <b>Interest</b> :- Interest Rate @13.00%</p> <p>3. <b>Repayment</b> :-There is no stipulated repayment schedule between the parties.</p>
<p><b>E) Bank of Baroda, Agra (Vehicle Loan)</b></p> <p>1. <b>Nature</b> :- Secured</p> <p>2. <b>Interest</b> :- Interest Rate 0.25% above one year MCLR i.e., 9.15%p.a. with monthly rests</p> <p>3. <b>Repayment</b> :- The loan is repayable in 60 monthly of ₹ 21,665/- each.</p> <p>4. <b>Primary Security</b> :- Hypothecation of Vehicle</p> <p>5. <b>Collateral Security</b> :- Personal Guarantee of Mr. Subir Datta, (Ex.) Executive Director of Hind Lamps Limited.</p>	<p><b>F) Terms/ Rights attached to Preference Shares</b></p> <p>The company has two class of preference shares out of which only single class of preference shares having par value ₹ 25/- each are issued. The preference shares are "Non Participating Redeemable Preference Shares" redeemable at the end of 10 years from the date of issue with a premium of ₹ 20/- per share. Each holder of preference shares, in the event of the liquidation of the company, will be</p>



*(Signature)*

**Note 13 - Provisions**

Particulars	As at	As at
	31st March, 2021	31st March, 2020
	Amount (in ₹)	Amount (in ₹)
<u>Provisions for Employees Benefits</u>		
Compensated Absences	-	1,28,43,116.00
Gratuity	-	6,06,81,706.00
PF Interest Guarantee	-	-
<u>Other Provision</u>		
Interest Payable on Deferred Trade Tax	-	-
<b>Total</b>	<b>-</b>	<b>7,35,24,822.00</b>

**Note 13A - Other Non-Current Liabilities - Lease Liabilities**

Particulars	As at	As at
	31st March, 2021	31st March, 2020
	Amount (in ₹)	Amount (in ₹)
<u>Lease Liabilities</u>		
Bajaj Electricals Limited	11,53,959.00	-
Indoplast Private Limited	-	1,36,697.00
KDS Enterprises	-	8,96,018.00
Melter India	-	2,73,407.00
SHV Energy Private Limited	-	1,63,722.00
<b>Total</b>	<b>11,53,959.00</b>	<b>14,69,844.00</b>



**Note 14a - Borrowings**

Particulars	As at 31st March, 2021	As at 31st March, 2020
	Amount (in ₹)	Amount (in ₹)
<b>Loans repayable on Demand</b>		
<b>Secured - From Bank</b>		
<i>Cash Credit</i>		
Bank of Baroda, Agra	-	1,58,23,453.41
Bank of Baroda, Shikohabad	-	44,72,379.79
Bank of India	-	48,36,117.80
Bank of India, Shikohabad	-	1,36,15,841.44
<b>Total</b>	-	<b>3,87,47,792.44</b>

**Note:** Terms & Conditions for Cash Credit

1. **Nature :** Secured
2. **Security :-** The Loan is secured by hypothecation of stores, stock in trade, book debts and all other current assets and first charge on all immovable properties.
3. **Interest :-** Interest Rate @11.50% p.a.
4. **Repayment :-** On Demand

**Note 14b - Trade Payable**

Particulars	As at 31st March, 2021	As at 31st March, 2020
	Amount (in ₹)	Amount (in ₹)
(a) Total outstanding dues of creditors of micro enterprises and small enterprises	-	1,20,08,059.54
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises	22,74,516.38	26,42,11,901.35
<b>Total</b>	<b>22,74,516.38</b>	<b>27,62,19,960.89</b>

**Note: Details relating to Micro, Small and Medium Enterprises:**

The Ministry of Micro, Small and Medium Enterprises has issued an office memorandum dated August 26, 2008 which recommends that the Micro and Small Enterprises should mention in their correspondence with its customers the Entrepreneurs Memorandum Number as allocated after filing of the Memorandum in accordance with the 'Micro, Small and Medium Enterprises Development Act, 2006' ('the Act'). Accordingly, the disclosure in respect of the amounts payable to such enterprises as at March 31, 2021 and March 31, 2020 has been made in the financial statements based on information received and available with the Company. Further in view of the Management, the impact of interest, if any, that may be payable in accordance with the provisions of the Act is not expected to be material. The Company has not received any claim for interest from any supplier as at the balance sheet date.



Particulars	As at 31st March, 2021	As at 31st March, 2020
	Amount (in ₹)	Amount (in ₹)
(a) principal amount remaining unpaid interest due thereon	-	1,20,08,059.54
(b) interest paid in terms of Section 16 of MSMED Act, 2006 along with the amount of the payment made to the supplier beyond the appointed day during the accounting year;	-	-
(c) the amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006;	-	-
(d) Amount of interest accrued and remaining unpaid at the end of accounting year	-	-
(e) the amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006.	-	-

**Note 14c - Other Financial Liabilities**

Particulars	As at 31st March, 2021	As at 31st March, 2020
	Amount (in ₹)	Amount (in ₹)
<u>Other Current Liabilities</u>		
i) Current Maturities of Long-Term Debt		
a) Deferred Trade Tax	-	25,17,259.00
b) Bank of Baroda - Vehicle Loan	-	1,89,376.00
ii) Interest Accrued & due on borrowings	-	5,98,34,323.00
<u>Trade Advance - From Related Party</u>		
Bajaj Electricals Limited	-	25,90,38,338.26
<b>Total</b>	-	<b>32,15,79,296.26</b>

**Note 15a - Other Current Liabilities - Lease Liabilities**

Particulars	As at 31st March, 2021	As at 31st March, 2020
	Amount (in ₹)	Amount (in ₹)
<u>Lease Liabilities</u>		
Bajaj Electricals Limited	69,716.00	14,98,101.00
Indoplast Private Limited	-	1,14,621.00
KDS Enterprises	-	7,51,322.00
Melter India	-	2,29,250.00
SHV Energy Private Limited	-	93,819.00
<b>Total</b>	<b>69,716.00</b>	<b>26,87,113.00</b>



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**Note 15b - Other Current Liabilities - Others**

Particulars	As at	As at
	31st March, 2021	31st March, 2020
	Amount (in ₹)	Amount (in ₹)
<b>Other Current Liabilities</b>		
Revenue Received in Advance (Advance from Customers)	1,380.00	8,99,649.00
Other Statutory Liabilities Payable (Refer Sub-Schedule - B)	9,61,603.15	14,70,58,668.60
Other Liabilities Payable (Refer Sub-Schedule - C)	4,54,750.00	1,50,62,338.67
<b>Total</b>	<b>14,17,733.15</b>	<b>16,30,20,656.27</b>

**Note 16 - Provisions**

Particulars	As at	As at
	31st March, 2021	31st March, 2020
	Amount (in ₹)	Amount (in ₹)
<b>Provisions for Employees Benefits</b>		
Compensated Absences	-	25,52,387.00
Gratuity	-	1,23,33,238.00
<b>Total</b>	<b>-</b>	<b>1,48,85,625.00</b>



Hind Lamps Limited

Notes forming part of the financial statements

**Sub Schedule A - Advances Recoverable in cash or kind**

Particulars	As at	As at
	31st March, 2021	31st March, 2020
	Amount (in ₹)	Amount (in ₹)
Imprest - Manish Pathak	-	6,482.00
Imprest - Mohd. Hanif	-	6,300.00
Prepaid Expenses	3,217.00	1,39,715.00
<b>Total</b>	<b>3,217.00</b>	<b>1,52,497.00</b>

**Sub Schedule B - Other Statutory Liabilities**

Particulars	As at	As at
	31st March, 2021	31st March, 2020
	Amount (in ₹)	Amount (in ₹)
E.S.I. Contribution	-	8,375.00
Employee Provident Fund (Exempted)	-	14,30,89,776.00
Employee Provident Fund (Exempted) Loan	-	4,89,735.00
Employee Provident Fund (Exempted) Vol.	-	62,263.00
Family Pension Fund Account	-	4,38,771.00
Gratuity Payable	-	10,68,452.00
Group Saving Linked Insurance	-	1,14,580.00
State GST Payable	16,200.00	-
Central GST Payable	16,200.00	-
Integrated GST Payable	9,02,643.15	-
L.I.C. Deduction	-	4,12,581.00
P.F. Interest	-	81,175.00
TDS Payable	26,560.00	12,92,960.60
<b>Total</b>	<b>9,61,603.15</b>	<b>14,70,58,668.60</b>

**Sub Schedule C - Other Liabilities**

Particulars	As at	As at
	31st March, 2021	31st March, 2020
	Amount (in ₹)	Amount (in ₹)
Advance for Travelling	-	1,15,203.60
Earnest Money	-	50,000.00
Imprest Account HO	-	1,37,907.00
Leave Encashment Payable	-	75,577.00
Liabilities for Expenses	1,68,000.00	26,79,504.07
Overtime Payable	-	11,275.00
Provision for Bonus	-	62,95,234.00
Provision for Ex-Gratia	-	2,18,016.00
Provision for Audit Fess	1,94,250.00	-
Provision for Legal Expenses	92,500.00	-
Provision for Expenses	-	1,44,812.00
Salary & Wages Payable	-	43,54,508.00
Temple Donation	-	1,81,237.00
Unpaid Bonus Account	-	1,84,176.00
Unpaid FPF	-	970.00
Unpaid Salaries & Wages	-	6,13,919.00
<b>Total</b>	<b>4,54,750.00</b>	<b>1,50,62,338.67</b>



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*Hind Lamps Limited*

*Notes forming part of the financial statements*

**Note 17 - Revenue From Operations**

Particulars	For the year ended 31st March, 2021	For the year ended 31st March, 2020
	Amount (in ₹)	Amount (in ₹)
<u>Sales of Products</u> Sale of Traded goods	3,80,88,791.40	2,96,76,681.89
<b>Total</b>	<b>3,80,88,791.40</b>	<b>2,96,76,681.89</b>

**Note 18 - Other Income**

Particulars	For the year ended 31st March, 2021	For the year ended 31st March, 2020
	Amount (in ₹)	Amount (in ₹)
<u>Other Non-Operating Income</u> Miscellaneous Income	2,533.07	-
<b>Total</b>	<b>2,533.07</b>	<b>-</b>



Note 19 - Purchase of Stock in Trade (Traded Goods)

Particulars	For the year ended 31st March, 2021	For the year ended 31st March, 2020
	Amount (in ₹)	Amount (in ₹)
Purchase of Traded Goods	3,35,33,716.61	2,68,20,381.08
Total	3,35,33,716.61	2,68,20,381.08

Note 20 - Changes in Inventories

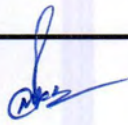
Particulars	For the year ended 31st March, 2021	For the year ended 31st March, 2020
	Amount (in ₹)	Amount (in ₹)
Opening Stock of Traded Goods	49,39,616.18	41,98,647.12
	49,39,616.18	41,98,647.12
Closing Stock of Traded Goods	53,04,428.71	49,39,616.18
	53,04,428.71	49,39,616.18
Net (Increase) / Decrease in Inventories	(3,64,812.53)	(7,40,969.06)

Note 21 - Employees Benefits Expenses

Particulars	For the year ended 31st March, 2021	For the year ended 31st March, 2020
	Amount (in ₹)	Amount (in ₹)
Salary to Staff	-	15,05,946.15
Total	-	15,05,946.15

Note 22 - Finance Cost

Particulars	For the year ended 31st March, 2021	For the year ended 31st March, 2020
	Amount (in Rs.)	Amount (in Rs.)
Interest on Leased Assets**	86,769.00	-
Total	86,769.00	-





**\*\*Bifurcation of Interest Expense as per Ind AS**

Particulars	For the year ended 31st March, 2021	For the year ended 31st March, 2020
	Amount (in Rs.)	Amount (in Rs.)
<u>Continuing Operations</u>		
<u>Interest Costs</u>		
Interest on Bank Overdrafts and Loans (Other than those from Related Parties)	-	-
Interest on Loans from Related Parties	-	-
Interest on obligations under Finance / Operating Leases	86,769.00	-
Other Interest Expense	-	-
	<b>86,769.00</b>	-
Total Interest Expense for Financial Liabilities not classified as at FVTPL	86,769.00	-
Less:- Amounts included in the cost of Qualifying Assets	-	-
<b>Total</b>	<b>86,769.00</b>	-

**Note 23 - Other Expenses**

Particulars	For the year ended 31st March, 2021	For the year ended 31st March, 2020
	Amount (in ₹)	Amount (in ₹)
Bank Charges	15,052.98	-
Electricity Expenses	910.00	-
Insurance	20,807.00	20,363.00
Miscellaneous Expenses (Refer Sub-Schedule - D)	21,16,397.89	3,71,967.02
Payment to Auditors	2,10,000.00	-
<b>Total</b>	<b>23,63,167.87</b>	<b>3,92,330.02</b>

**Note(i)**

Particulars	For the year ended 31st March, 2021	For the year ended 31st March, 2020
	Amount (in ₹)	Amount (in ₹)
<b>(i) Payments to the auditors comprises:</b>		
Statutory Audit Fee	1,50,000.00	-
Tax Audit Fee	50,000.00	-
Reimbursement of Expenses	10,000.00	-
<b>Total</b>	<b>2,10,000.00</b>	-

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**Note 24 - Financial Results from Discontinued Operations**

Particulars	For the year ended 31st March, 2021	For the year ended 31st March, 2020
	Amount (in ₹)	Amount (in ₹)
<b><u>DISCONTINUED OPERATIONS</u></b>		
<b><u>Revenue</u></b>		
Revenue from Operations	40,30,463.00	55,67,33,867.58
Other Income	4,31,77,053.19	44,83,310.42
<b>Total Revenue</b>	<b>4,72,07,516.19</b>	<b>56,12,17,178.00</b>
<b><u>Expenses</u></b>		
a) Cost of Raw Material Consumed	22,27,321.77	42,86,70,515.04
b) Purchase of Stock in Trade	(1,37,619.00)	-
c) Manufacturing Expenses	15,09,851.75	1,36,80,053.02
d) Changes in Inventories	1,74,59,517.59	1,25,80,064.13
e) Employees Benefits Expenses	5,47,76,320.20	11,35,64,414.07
f) Finance Cost	1,70,57,833.31	6,61,58,152.50
g) Depreciation & Amortization Expenses	6,26,287.00	33,04,508.00
h) Depreciation on Leased Assets	7,74,967.08	30,49,802.64
i) Other Expenses	3,26,53,952.42	7,19,55,666.42
<b>Total Expenses</b>	<b>12,69,48,432.12</b>	<b>71,29,63,175.82</b>
<b>Loss before Tax from Discontinued Operations</b>	<b>(7,97,40,915.92)</b>	<b>(15,17,45,997.82)</b>
<b>Tax Expense:</b>		
a) Current Tax	-	-
b) Deferred Tax	(2,58,43,966.00)	(3,94,82,583.00)
<b>Loss after Tax from Discontinued Operations</b>	<b>(5,38,96,949.92)</b>	<b>(11,22,63,414.82)</b>
<b>Earnings per share(of ₹ 25/- each):</b>	<b>(8.98)</b>	<b>(18.71)</b>

For Other Comprehensive Income relating to discontinued operations Refer Note 24

The Net Cash Flow Position of Discontinued Operations for the year are as follows

Particulars	For the year ended 31st March, 2021	For the year ended 31st March, 2020
	Amount (in ₹)	Amount (in ₹)
Net Cash Used in Operating Activities	4,83,333.36	3,46,26,554.55
Net Cash Used in Investing Activities	50,712.24	(17,08,467.40)
Net Cash Used in Financing Activities	(5,34,045.60)	(3,30,13,878.15)



Note 25 - Other Comprehensive Income

Particulars	For the year ended 31st March, 2021	For the year ended 31st March, 2020
	Amount (in ₹)	Amount (in ₹)
<b>CONTINUED OPERATIONS</b>		
A (i) Items that will not be reclassified to Profit & Loss		
<u>Remeasurement gains (losses) on defined benefit plans</u>		
Gratuity	-	-
Interest Rate Guarantee	-	-
Leave Encashment	-	-
	-	-
(ii) Income tax relating to items that will not be reclassified to profit or loss (Deferred Tax Assets)	-	-
<b>Total Other Comprehensive income net of taxes</b>	-	-
B (i) Items that will be reclassified to Profit & Loss		
<u>Remeasurement gains (losses) on defined benefit plans</u>		
Gratuity	-	-
Interest Rate Guarantee	-	-
Leave Encashment	-	-
	-	-
(ii) Income tax relating to items that will be reclassified to profit or loss	-	-
<b>Total Other Comprehensive income net of taxes</b>	-	-
<b>DISCONTINUED OPERATIONS</b>		
A (i) Items that will not be reclassified to Profit & Loss		
<u>Remeasurement gains (losses) on defined benefit plans</u>		
Gratuity	(1,06,78,856.00)	(1,25,51,517.00)
Interest Rate Guarantee	(1,04,93,430.00)	-
Leave Encashment	(18,34,117.00)	(51,98,009.00)
	(2,30,06,403.00)	(1,77,49,526.00)
(ii) Income tax relating to items that will not be reclassified to profit or loss (Deferred Tax Assets)	59,81,665.00	46,14,877.00
<b>Total Other Comprehensive income net of taxes</b>	<b>(1,70,24,738.00)</b>	<b>(1,31,34,649.00)</b>
B (i) Items that will be reclassified to Profit & Loss		
<u>Remeasurement gains (losses) on defined benefit plans</u>		
Gratuity	-	-
Interest Rate Guarantee	-	-
Leave Encashment	-	-
	-	-
(ii) Income tax relating to items that will be reclassified to profit or loss	-	-
<b>Total Other Comprehensive income net of taxes</b>	-	-



Hind Lamps Limited

Notes forming part of the financial statements

**Sub Schedule D - Miscellaneous Expenses**

Particulars	For the year ended 31st March, 2021	For the year ended 31st March, 2020
	Amount (in ₹)	Amount (in ₹)
Conveyance Charges	1,79,728.00	99,004.21
Director's Remuneration	1,35,000.00	-
Festival Celebration Expenses	23,912.00	19,670.00
Freight Inward	58,100.00	-
Freight Outward	5,914.00	3,865.00
Interest on Taxes	1,391.00	-
Legal & Professional Fees	2,37,500.00	-
Miscellaneous Balances Written Off	1,356.27	4,139.24
Manpower Supply	10,03,986.11	-
Office Expenses	5,412.00	4,293.00
Printing and Stationery Expenses	12,860.00	18,719.07
Rates & Taxes	10,550.00	-
Repair and Maintenance	44,921.51	2,203.00
Sales Incentives	2,28,210.00	-
Sales Promotion	-	55,037.50
Staff Cost	5,200.00	-
Telephone Expenses	14,600.00	14,600.00
Vehicles Expenses	1,47,757.00	1,50,436.00
	-	-
<b>Total</b>	<b>21,16,397.89</b>	<b>3,71,967.02</b>

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## Note 26 - Disclosures under Ind AS (Earning Per Share)

Particulars	For the year ended 31st March, 2021	For the year ended 31st March, 2020
<b>Earnings per share</b>		
<u>Basic</u>		
a <u>Continuing Operations</u>		
Net Profit for the year from continuing Operations attributable to the equity shareholders	17,16,593.52	16,37,004.70
Weighted average number of equity shares	60,00,000	60,00,000
Par value per share	25.00	25.00
<b>Earnings per share from Continuing Operations - Basic</b>	<b>0.29</b>	<b>0.27</b>
b <u>Discontinued Operations</u>		
Net Loss for the year from Discontinued Operations attributable to the equity shareholders	(5,38,96,949.92)	(11,22,63,414.82)
Weighted average number of equity shares	60,00,000	60,00,000
Par value per share	25.00	25.00
<b>Earnings per share from Discontinued Operations - Basic</b>	<b>(8.98)</b>	<b>(18.71)</b>
c <u>Total Operations</u>		
Net Loss for the year attributable to the equity shareholders	(5,21,80,356.40)	(11,06,26,410.12)
Weighted average number of equity shares	60,00,000	60,00,000
Par value per share	25.00	25.00
<b>Earnings per share - Basic</b>	<b>(8.70)</b>	<b>(18.44)</b>
<u>Diluted</u>		
The diluted earnings per share has been computed by dividing the Net Profit/(Loss) after Tax available for Equity Shareholders by the weighted average number of equity shares, after giving dilutive effect of the outstanding Warrants, Stock Options and Convertible debentures.		
d <u>Continuing Operations</u>		
Net Profit for the year attributable to the equity shareholders from continuing Operations	17,16,593.52	16,37,004.70
Add: Interest expense and exchange fluctuation on convertible bonds(net)	-	-
Profit attributable to equity shareholders from continuing Operations(on dilution)	17,16,593.52	16,37,004.70
Weighted average number of equity shares for Basic EPS	60,00,000	60,00,000
Add: Effect of warrants, ESOPs and Convertible bonds which are dilutive	-	-
Weighted average number of equity shares - for diluted EPS	60,00,000	60,00,000
Par value per share	25.00	25.00
<b>Earnings per share, from continuing Operations - Diluted</b>	<b>0.29</b>	<b>0.27</b>



e	<u>Discontinued Operations</u>		
	Net Loss for the year attributable to the equity shareholders from Discontinued Operations	(5,38,96,949.92)	(11,22,63,414.82)
	Add: Interest expense and exchange fluctuation on convertible bonds(net)	-	-
	Loss attributable to equity shareholders from Discontinued Operations(on dilution)	(5,38,96,949.92)	(11,22,63,414.82)
	Weighted average number of equity shares for Basic EPS	60,00,000	60,00,000
	Add: Effect of warrants, ESOPs and Convertible bonds which are dilutive	-	-
	Weighted average number of equity shares - for diluted EPS	60,00,000	60,00,000
	Par value per share	25.00	25.00
	<b>Earnings per share, from Discontinued Operations - Diluted</b>	<b>(8.98)</b>	<b>(18.71)</b>
f	<u>Total Operations</u>		
	Net Loss for the year attributable to the equity shareholders	(5,21,80,356.40)	(11,06,26,410.12)
	Add: Interest expense and exchange fluctuation on convertible bonds(net)	-	-
	Loss attributable to equity shareholders(on dilution)	(5,21,80,356.40)	(11,06,26,410.12)
	Weighted average number of equity shares for Basic EPS	60,00,000	60,00,000
	Add: Effect of Warrants, ESOPs and Convertible bonds which are dilutive	-	-
	Weighted average number of equity shares - for diluted EPS	60,00,000	60,00,000
	Par value per share	25.00	25.00
	<b>Earnings per share - Diluted</b>	<b>(8.70)</b>	<b>(18.44)</b>

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**Note 27: Employee Benefits**

Disclosures as per Ind AS - 19 "Employee Benefits" :

**Employee Benefits Expense (Included in Statement of Profit & Loss & other Comprehensive Income)**

Particular	For the year ended 31st March, 2021	For the year ended 31st March, 2020
	Amount (in ₹)	Amount (in ₹)
Salaries and Wages	1,26,42,800.94	9,10,92,274.23
Contribution to Provident and Other Funds *	1,67,26,200.88	2,74,89,480.70
Bonus	10,78,671.00	40,27,055.00
Ex-Gratia	20,329.00	2,33,881.00
Leave Encashment Expenses **	22,52,637.00	65,03,949.00
Leave Travel Concession	38,742.00	18,41,661.00
Staff Welfare Expense	83,594.38	16,31,585.29
VRS Compensation	3,44,46,318.00	-
<b>Total</b>	<b>6,72,89,293.20</b>	<b>13,28,19,886.22</b>

\* This figure includes Provision for Gratuity amounting to ₹ 1,18,52,236 (Previous Year Ended on 31st March, 2020, Provision of ₹ 1,33,62,753/-) out of which amount of actuarial gain /loss on remeasurement is recognised under other comprehensive income as per the requirement of Ind AS-19 and balance figure is shown as employee benefit expenses under statement of profit & loss.

\*\* This figure includes Provision for Leave Encashment amounting to ₹ 22,52,637/- (Previous Year Ended 31st March, 2020, provision amounting to ₹ 60,75,064/-was made), out of which amount of actuarial gain /loss on remeasurement is recognised under other comprehensive income as per the requirement of Ind AS-19 and balance figure is shown as employee benefit expenses under statement of profit & loss.

**Gratuity and other post-employment benefit plans**

**Defined Benefit Plans**

Amount recognized in the statement of profit and Loss in respect of gratuity cost (defined benefit plan) is as follows:

Particular	For the year ended 31st March, 2021	For the year ended 31st March, 2020
	Amount (in ₹)	Amount (in ₹)
<u>Gratuity Cost</u>		
Service Cost	83,038.00	34,65,566.00
Net interest on net defined liability/ (asset)	10,90,342.00	46,40,800.00
Re-measurement - Actuarial (Gain)/Loss recognised in OCI	1,06,78,856.00	1,25,51,517.00
<b>Net Gratuity Cost</b>	<b>1,18,52,236.00</b>	<b>2,06,57,883.00</b>
<u>Assumptions</u>		
Interest Rate	5.90%	6.13%
Salary Increase	8.00%	6.00%

The estimates of future salary increases, considered in actuarial valuation, takes into account inflation, seniority, promotion and other relevant factors such as supply and demand factors in the employment market.

The expected return on Plan Assets is based on expectation of the average long term rate of return expected on investments of the fund during the estimated term of the obligations.



The following table sets out the status of the gratuity plan.

Particular	For the year ended 31st March, 2021	For the year ended 31st March, 2020
	Amount (in ₹)	Amount (in ₹)
<b>Change in Projected Benefit Obligations</b>		
Obligations at the beginning of the period	7,30,14,944.00	6,46,35,091.00
Service Cost	83,038.00	34,65,566.00
Interest Cost	10,90,342.00	46,40,800.00
Benefits Settled	(10,82,617.00)	(1,22,78,030.00)
Actuarial (Gain) / Loss - Experience	16,41,035.00	94,00,440.00
Actuarial (Gain) / Loss - Demographic Assumptions	20,21,002.00	(43,808.00)
Actuarial (Gain) / Loss - Financial Assumptions	70,16,819.00	31,94,885.00
Others (Describe)	-	-
Obligations transferred to Bajaj Electricals Limited	(8,37,84,563.00)	-
<b>Obligations at the end of the period</b>	<b>-</b>	<b>7,30,14,944.00</b>
<b>Change in Plan Assets</b>		
Plan Assets at the beginning of the period, at fair value	-	-
Interest income on Plan Assets	-	-
Re-measurement - Actuarial Gain/(Loss)	-	-
Return on Plan Assets greater/(lesser) than discount rate	-	-
Contributions	-	-
Benefits settled	-	-
Plan Assets transferred to Bajaj Electricals Limited	-	-
<b>Plan Assets at the end of the period, at fair value</b>	<b>-</b>	<b>-</b>

Historical Information:-

Particular	For the year ended 31st March, 2021	For the year ended 31st March, 2020
	Amount (in ₹)	Amount (in ₹)
Present Value of Defined Benefit Obligation	-	7,30,14,944.00
Fair Value of Plan	-	-
<b>Assets / (Liability) Recognised</b>	<b>-</b>	<b>(7,30,14,944.00)</b>

Movement in the present value of the Defined Benefit Obligation are as follows.

Particular	For the year ended 31st March, 2021	For the year ended 31st March, 2020
	Amount (in ₹)	Amount (in ₹)
<b>Opening Defined Benefit Obligation</b>	<b>7,30,14,944.00</b>	<b>6,46,35,091.00</b>
Current service cost	83,038.00	34,65,566.00
Interest cost	10,90,342.00	46,40,800.00
Remeasurement (Gains) / Losses:		
Actuarial (Gain) / Loss - Experience	16,41,035.00	94,00,440.00
Actuarial (Gain) / Loss - Demographic Assumptions	20,21,002.00	(43,808.00)
Actuarial (Gain) / Loss - Financial Assumptions	70,16,819.00	31,94,885.00
Others ( Describe)	-	-
Past service cost, including Losses/(gains) on curtailments	-	-
Liabilities extinguished on settlements	-	-
Liabilities assumed in a business combination	-	-
Benefits Paid	(10,82,617.00)	(1,22,78,030.00)
Others ( Describe)	-	-
Obligations transferred to Bajaj Electricals Limited	(8,37,84,563.00)	-
<b>Closing Defined Benefit Obligation</b>	<b>-</b>	<b>7,30,14,944.00</b>



*[Handwritten signature]*

Movement in the fair value of the Plan Assets are as follows.

Particular	For the year ended 31st March, 2021	For the year ended 31st March, 2020
	Amount (in ₹)	Amount (in ₹)
<b>Opening Fair Value of Plan Assets</b>	-	-
Interest income	-	-
Remeasurement (Gains) / Losses:	-	-
Return on Plan Assets (excluding amounts included in net interest expense)	-	-
Others ( Describe)	-	-
Contribution from the employer	-	-
Contribution from plan participants	-	-
Assets distributed on settlements	-	-
Assets acquired in a business combination	-	-
Benefits Paid	-	-
Others ( Describe)	-	-
Plan Assets transferred to Bajaj Electricals Limited	-	-
<b>Closing Fair Value of Plan Assets</b>	-	-

**Compensated Absence**

**Defined Benefit Plans**

Amount recognized in the statement of profit and Loss in respect of compensated absence cost (defined benefit plan) is as follows:

Particular	For the year ended 31st March, 2021	For the year ended 31st March, 2020
	Amount (in ₹)	Amount (in ₹)
<b><u>Compensated Absence Cost</u></b>		
Service Cost	1,88,617.00	7,47,711.00
Net interest on net defined liability/ (asset)	2,29,903.00	7,46,695.00
Re-measurement - Actuarial (Gain)/Loss recognised in OCI	18,34,117.00	51,98,009.00
<b>Net Compensated Absence Cost</b>	<b>22,52,637.00</b>	<b>66,92,415.00</b>
<b><u>Assumptions</u></b>		
Interest Rate	5.90%	6.13%
Salary Increase	8.00%	6.00%

The estimates of future salary increases, considered in actuarial valuation, takes into account inflation, seniority, promotion and other relevant factors such as supply and demand factors in the employment market.

The expected return on Plan Assets is based on expectation of the average long term rate of return expected on investments of the fund during the estimated term of the obligations.



The following table sets out the status of the compensated absence.

Particular	For the year ended 31st March, 2021	For the year ended 31st March, 2020
	Amount (in ₹)	Amount (in ₹)
<b>Change in Projected Benefit Obligations</b>		
Obligations at the beginning of the period	1,53,95,503.00	1,03,99,647.00
Service Cost	2,29,903.00	7,46,695.00
Interest Cost	1,88,617.00	7,47,711.00
Benefits Settled	(1,48,448.00)	(16,96,559.00)
Actuarial (Gain) / Loss - Experience	99,520.00	44,99,476.00
Actuarial (Gain) / Loss - Demographic Assumptions	5,91,195.00	(9,237.00)
Actuarial (Gain) / Loss - Financial Assumptions	11,43,402.00	7,07,770.00
Others (Describe)	-	-
Obligations transferred to Bajaj Electricals Limited	(1,74,99,692.00)	-
<b>Obligations at the end of the period</b>	<b>-</b>	<b>1,53,95,503.00</b>
<b>Change in Plan Assets</b>		
Plan Assets at the beginning of the period, at fair value	-	-
Interest income on Plan Assets	-	-
Re-measurement - Actuarial Gain/(Loss)	-	-
Return on Plan Assets greater/(lesser) than discount rate	-	-
Contributions	-	-
Benefits settled	-	-
Plan Assets transferred to Bajaj Electricals Limited	-	-
<b>Plan Assets at the end of the period, at fair value</b>	<b>-</b>	<b>-</b>

Historical Information:-

Particular	For the year ended 31st March, 2021	For the year ended 31st March, 2020
	Amount (in ₹)	Amount (in ₹)
Present Value of Defined Benefit Obligation	-	1,53,95,503.00
Fair Value of Plan	-	-
<b>Assets / (Liability) Recognised</b>	<b>-</b>	<b>(1,53,95,503.00)</b>



Movement in the present value of the Defined Benefit Obligation are as follows.

Particular	For the year ended 31st March, 2021	For the year ended 31st March, 2020
	Amount (in ₹)	Amount (in ₹)
<b>Opening Defined Benefit Obligation</b>	1,53,95,503.00	1,03,99,647.00
Current service cost	2,29,903.00	7,46,695.00
Interest cost	1,88,617.00	7,47,711.00
Remeasurement (Gains) / Losses:		
Actuarial (Gain) / Loss - Experience	99,520.00	44,99,476.00
Actuarial (Gain) / Loss - Demographic Assumptions	5,91,195.00	(9,237.00)
Actuarial (Gain) / Loss - Financial Assumptions	11,43,402.00	7,07,770.00
Others ( Describe)	-	-
Past service cost, including Losses/(gains) on curtailments	-	-
Liabilities extinguished on settlements	-	-
Liabilities assumed in a business combination	-	-
Benefits Paid	(1,48,448.00)	(16,96,559.00)
Others ( Describe)	-	-
Obligations transferred to Bajaj Electricals Limited	(1,74,99,692.00)	-
<b>Closing Defined Benefit Obligation</b>	-	<b>1,53,95,503.00</b>

Movement in the fair value of the Plan Assets are as follows.

Particular	For the year ended 31st March, 2021	For the year ended 31st March, 2020
	Amount (in ₹)	Amount (in ₹)
<b>Opening Fair Value of Plan Assets</b>	-	-
Interest income	-	-
Remeasurement (Gains) / Losses:	-	-
Return on Plan Assets (excluding amounts included in net interest expense)	-	-
Others ( Describe)	-	-
Contribution from the employer	-	-
Contribution from plan participants	-	-
Assets distributed on settlements	-	-
Assets acquired in a business combination	-	-
Benefits Paid	-	-
Others ( Describe)	-	-
Plan Assets transferred to Bajaj Electricals Limited	-	-
<b>Closing Fair Value of Plan Assets</b>	-	-



**Note 28 - Related Party Transactions**

Investor in the Reporting Entity and having Significant Influence	
1	Bajaj Electricals Limited

List of Individual controlling voting power / exercising significant influence & their relatives	
1	Mr. Shekhar Bajaj
2	Mrs. Kiran Bajaj
3	Mr. Madhur Bajaj
4	Mr. Niraj Bajaj
5	Ms. Geetika Bajaj

Key Management Personnel		
1	Mr. Kunjbihari Ramgopalji Bhattad	Independent Director appointed from 29-10-2014
2	Mr. Manish Arun Pathak	Chief Finance Officer appointed from 22-02-2016
3	Mr. Prashant Dalvi	Company Secretary appointed from 01-11-2019.
4	Mr. Sachin Ghanashyam Chaudhari	Company Secretary appointed from 08-02-2018 and resigned on 30-06-2019.
5	Mr. Sanjay Murarka	Independent Director appointed from 29-10-2014.
6	Mr. Shekhar Bajaj	Director appointed from 14-09-1979.
7	Mr. Shyam Krishna Sharma	Director appointed from 01-04-2020.
8	Mr. Subir Datta	Whole Time Director appointed from 01-05-2018 and resigned on 08-05-2019
9	Mr. Venkata Satyanarayana Prasad Pasam	Additional Whole Time Director appointed from 01-11-2019 and resigned on 28-02-2020. Appointed as Non-Executive Director from 28-02-2020.

Enterprises over which Investor Company or KMP / Significant Shareholders and their relatives exercises significant influence	
1	Starlite Lighting Limited





## Note 28 - Related Party Transactions for Continued and Discontinued Operations

Related Party	Nature of Transaction	31st March, 2021		31st March, 2020	
		Net Transaction Value	Outstanding Balance	Net Transaction Value	Outstanding Balance
Bajaj Electricals Limited	Sale during the year	61,72,646.92	-	54,41,27,880.99	-
	Purchase during the year	3,92,44,630.38	18,78,175.31	41,31,58,307.06	25,07,63,522.77
	Interest	58,05,463.06	-	2,29,38,638.00	-
	Term Loan	-	-	-	11,52,00,000.00
	Trade Advance	-	-	15,77,00,000.00	25,90,38,338.26
	Reimbursement of Expenses	384.00	-	-	-
	Compensation	2,81,28,933.56	-	-	-
	Lease Rent	6,60,000.00	1,35,000.00	21,00,000.00	-
	Interest on Long Term Borrowing	24,51,393.00	-	88,73,824.00	9,33,86,417.00
	Property, Plant & Equipment Purchased	-	-	1,14,537.00	-
Starlite Lighting Limited	Sale during the year	-	-	75,92,342.74	35,27,623.70
	Purchase during the year	-	-	42,99,330.00	-
Kiran Bajaj	Trade Payable	-	501.00	-	501.00
Shekhar Bajaj	Advances for Expenses (Kalptaru)	-	-	15,58,117.00	1,37,907.00
Hind Musafir Agency Limited	Other Payable (Travelling Expenses)	-	-	19,650.00	19,650.00
Manish Arun Pathak	Salary	80,605.44	-	5,28,151.00	-
	Ex-Gratia	2,656.00	-	9,501.00	-
	Reimbursement of Expenses	-	-	1,33,377.00	-
	Advance for Expenses	-	-	6,482.00	-
V. S. Prasad Pasam	Director Remuneration	-	-	8,000.00	8,000.00
Subir Datta	Salary	-	-	6,16,592.00	-
	Bonus	-	-	992.00	-
	Sale during the year	-	-	2,093.00	-
Sachin Ghanashyam Chaudhari	Salary	-	-	42,000.00	-
Prashant Dalvi	Professional Services	1,38,000.00	95,733.00	57,500.00	51,750.00
Shyam Krishna Sharma	Director Remuneration	1,80,000.00	1,35,000.00	-	-

**Note:**

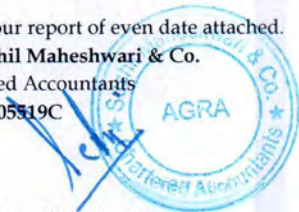
1) Transactions with related parties have been made on an arm length basis and are in the ordinary course of the business of the Company. All outstanding balances are unsecured and are repayable in cash.

**Note 29 - Classification of Previous Years Figures**

The Previous figures have been regrouped, wherever necessary to confirm to the current year presentation.

As per our report of even date attached.

For Sushil Maheshwari & Co.  
Chartered Accountants  
FRN - 005519C



CA Lakhmi Chandra Bajaj  
Partner  
M. No. - 077637

Place: Mumbai  
Date: 14-05-2021  
UDIN - 21077637AAAACS7345

For and on behalf of Board of Directors

Shekhar Bajaj  
Director  
DIN - 00089358

Manish Arun Pathak  
Chief Finance Officer  
PAN - AKAPP6049K

Kunjbihari Ramgopalji Bhattad  
Director  
DIN - 02729018

Prashant Anant Dalvi  
Company Secretary  
M. No. - A51129