

**BOARD'S REPORT**

**To the Members,**

Your Directors are pleased to present the 27<sup>th</sup> Annual Report and the Company's Audited Financial Statements for the year ended March 31, 2022.

**1. Financial Results**

The summarized financial results are given in the table below:

| Particulars  | (Rs. in Lakh) |            |
|--|---------------|------------|
|  | 31.03.2022    | 31.03.2021 |
| Turnover   | 1,50,824.49   | 92,518.61  |
| Other Income   | 214.34        | 177.57     |
| Total Income   | 1,51,038.83   | 92,696.18  |
| Profit/(Loss) before Interest, Depreciation & Tax      | 9,538.60      | 7,399.85   |
| Less: Finance Costs                                    | 4,279.89      | 4,198.57   |
| Profit/(Loss) after Interest before Depreciation & Tax | 5,258.71      | 3,201.28   |
| Less: Depreciation & amortization expenses             | 1,381.79      | 1,248.58   |
| Profit/(Loss) before Tax                               | 3,876.92      | 1,952.70   |
| Provision for Taxation                                 |               |            |
| - Current Tax  | 1,043.90      | 540.64     |
| - Income Tax for earlier year                          | (38.70)       | -          |
| - Deferred Tax   | 11.46         | 23.38      |
| Profit/(Loss) After Tax                                | 2,860.26      | 1,388.68   |
| Profit/(Loss) brought forward from previous year       | 11,134.68     | 10,071.00  |
| Amount available for appropriation                     | 13,994.94     | 11,459.68  |
| Transfer to General Reserve                            | 570.00        | 325.00     |
| Balance carried to Balance Sheet                       | 13,424.94     | 11,134.68  |

**2. Summary of Operations**

During the year under review, your Company has achieved turnover of Rs.1,50,824.49 lakh as compared to Rs. 92,518.61 lakh in the last year, increased by 63.02%. Your Company's profit after tax for the year stood at Rs. 2,860.26 lakh vis-à-vis Rs. 1,388.68 lakh in the previous year, increased by 105.97%.

**3. Market Scenario**

Your Company has displayed constant growth in terms of volume, diversification and market penetration even in the most challenging years. FY 21-22 was a testament to the same. Just when the country was under the impression that we had successfully tamed the pandemic after the first wave, the second wave of the pandemic struck us in H1FY22 which was much more virulent and lethal. Unlike the first wave, where the economy came to a grinding halt causing huge economic loss, the government this time resorted to a limited lockdown, which ensured that most of the industries were running, supply chains were not disrupted, factory employees were able to go to work etc. The impact, though, was mainly on account of lower capacity utilization; off and on shutdowns, lower demand, particularly of non-essential items, and supply chain constraints. This resulted from falling new orders, business closures due to partial lockdowns, which triggered a reduction in output among the Indian manufacturers. Despite the first half of the year being completely affected by this, the Company was able to maintain our sales with considerable flow of orders due to diversification in various segments and broad spread of clients across various geographies in India, and the Company was able to catapult on the solid foundation built by the Company in the second part of the year to achieve outstanding results overall. The Company ended the year by achieving revenue of Rs. 1,51,038.83 lakh in FY 21-22 vis-a-vis Rs. 92,696.18 lakh in FY 20-21, which has proven to be our highest achieved revenue and volume till date and a significant point in the journey of the organization. The Company enters into FY 22-23 with a huge demand in infrastructure across various sectors, whether public or private, and the Company seeks to capitalize on this demand to achieve higher capacity utilizations and more volume.

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In the annual Budget, the government has announced spending of 39.45 trillion rupees (\$529.7 billion) in the present financial year to build public infrastructure driven by seven engines – roads, railways, airports, ports, mass transport, waterways and logistics infrastructure. There is a planned outlay of 60,000 crore in the JJM (Jal Jeevan Mission) scheme for the current year, which may even cross 1 lakh crore including state funding. The target states for the next couple of years include Assam, Jharkhand, West Bengal, Orissa, Uttar Pradesh, Mizoram, Nagaland, Arunachal Pradesh, Chhattisgarh etc. which are all located in the eastern part of the country. This creates a great opportunity for the Company's piping segment, including GI and PVC/ HDPE pipes and the Company foresees a booming demand for these products in the coming years. With the government giving an extra thrust to PM GatiShakti Scheme, the railways is set to see its highest capital expenditure of Rs.2.45 trillion for the coming year, out of which 10,000 crore has been allocated for more than 7,000 track kilometer of electrification. With a target of getting the entire 64,689km of the broad-gauge network of the railways in the next couple of years, along with additional lines being built, the Company sees a constant thrust for OHE structures in next few years. With an aim of expanding 25,000km of National Highways in the next fiscal itself, the budget allocation for highways is 1,99,107 crore. Moreover, this target is over and above the development of existing roads. The Company is seeing a tremendous demand for crash barriers as well as lighting poles coming in due to this, and this should only further increase in the coming years. With the recently concluded 5G auctions out of the way, deployment in the country is also slated to commence by August-September 2022, with the government targeting deployment in 20-25 cities and towns by year-end. The Company sees heavy demand for telecom infrastructure including telecom towers and poles along with ducts for fiber coming in the next year or two. As the Company can see, across all products, both directly and indirectly, the Company has substantial demand coming in and due to the policy of continuous diversification as well as penetration in each segment to poise ourselves as market leaders and enjoy a bulk of the requirements coming from all these areas.

Price fluctuations continue to remain an issue across the last couple of financial years. In the last financial year, the Company saw the year ending with record highs across all steel products, zinc and other materials. After the Russia-Ukraine war broke out there were supply chain difficulties across the board, which saw prices shooting up due to lack of supply, and a general shortage of raw material. The Company did the best to mitigate the scenario by reducing long term orders, blocking raw materials and keeping price variation formulae across all orders; but it still caused a huge strain in the general functionality of business as prices went beyond contract prices for most of the customers and they held on buying until prices normalized. Moreover, the Company was actively shut off from various sources of businesses such as tenders etc. in the effort to reduce long term and fix price orders. Despite these challenges the Company was able to grow in volumes and in fact post record sales. This year presented the opposite set of problems, since prices started falling from the beginning of the year as there was a lack of demand both nationally and internationally. Moreover, with the government imposing duties of steel export, steel mills were forced to check on prices to increase domestic consumption. This presented an opposite set of problems for the Company as the Company had to ensure all material was backed up with firm orders to mitigate stock losses, and the Company had to drive harder for sales as people wanted to wait longer for prices to bottom out. But the Company has successfully been managing this as well as the Company was able to maintain the growth numbers even through the first few months of FY 22-23 that have gone by.

In all, FY 21-22 was a record-breaking year for the Company as the Company achieved new milestones thanks to the support of government initiatives coupled with the advent of the Companies' strategies, which the Company has employed over the last couple of decades. As the Company moves into FY 22-23, the Company is confident that this will be a year of further milestones to be achieved for the organization as the Company continues to expand with a mixture of speed and caution.

#### **4. Expansion Plan**

The expansion plans of the Company will be in accordance to the national schemes of the government and the growing demand from various sectors. To cater to the increased demand of crash barriers the Company is expanding further with a new plant for the production of both W and Thrie shaped beams, which will double our capacity. The Company is also in process to commission the plant for fasteners in the Jangalpur plant, which will be a backward integration to fulfill the demand for nuts and bolts for barriers. The Company is in the process of installing a new plant for ERC clips to be supplied to the railways, which will be operational by end of H1FY23. The Company is also in the process of installing a new GI plant for galvanization of both pipes and structures, specifically crash barriers, as the Company sees galvanizing capacity as a bottleneck to supply to increasing orders of both GI pipes for JJM project and crash barriers. The Company will also be adding a new plant for garden pipes (to be operational by H1FY23) and water tanks (to be operational by H2FY23) to add to the range in plastic products and capitalize on the pre-existing brand name, which the Company has

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made in this field. The Company will also be adding new moulds to our plastic fittings division, to enhance our range of products, and also be adding new injection moulding machines to augment the capacity in fittings as the Company is already producing at 90-95% machine capacity on a monthly basis. The Company also plans to augment our capacity in high-mast poles by adding a new set-up in the Gurap plant to cater to an increasing demand of high-masts from added focus on roads, airports, ports, smart cities and general thrust on urbanization. The Company is currently producing this product also at 90-95% capacity on a monthly basis and this expansion will help to cater to a ready set of orders which the Company can capture in the market.

#### **5. Credit Rating**

Acuite Ratings & Research Limited has assigned rating of ACUITE A- Stable for long term bank credit facilities and ACUITE A2+ for short term bank facilities.

#### **6. Reserves**

The Company proposes to carry Rs. 570 lakh to reserves.

#### **7. Dividend**

With a view to conserve resources for the operation and expansion of business of the Company, your Directors did not recommend any Dividend for the year under review.

#### **8. Composition of Board**

The present strength of Board is eight, details are as follows:

| Category   | No. of Directors | % to total no. of Directors |
|--|------------------|-----------------------------|
| Executive Directors including Chairman                 | 5                | 62.50                       |
| Non-Executive Independent Directors                    | 2                | 25.00                       |
| Other Non-Executive Directors including Woman Director | 1                | 12.50                       |
| <b>Total</b>   | <b>8</b>         | <b>100.00</b>               |

**Details of Board meetings:** During the year, 17 number of Board meetings were held, details of which are given below:

| Sl. No. | Date of the meeting              | No. of Directors attended the meeting |
|---------|----------------------------------|---------------------------------------|
| 1.      | 4 <sup>th</sup> May, 2021        | 8                                     |
| 2.      | 1 <sup>st</sup> June, 2021       | 8                                     |
| 3.      | 14 <sup>th</sup> June, 2021      | 8                                     |
| 4.      | 23 <sup>rd</sup> June, 2021      | 8                                     |
| 5.      | 5 <sup>th</sup> July, 2021       | 8                                     |
| 6.      | 22 <sup>nd</sup> July, 2021      | 8                                     |
| 7.      | 30 <sup>th</sup> August, 2021    | 8                                     |
| 8.      | 16 <sup>th</sup> September, 2021 | 8                                     |
| 9.      | 27 <sup>th</sup> October, 2021   | 8                                     |
| 10.     | 28 <sup>th</sup> October, 2021   | 8                                     |
| 11.     | 1 <sup>st</sup> November, 2021   | 8                                     |
| 12.     | 12 <sup>th</sup> November, 2021  | 8                                     |
| 13.     | 30 <sup>th</sup> November, 2021  | 8                                     |
| 14.     | 28 <sup>th</sup> December, 2021  | 8                                     |
| 15.     | 5 <sup>th</sup> February, 2022   | 8                                     |
| 16.     | 19 <sup>th</sup> March, 2022     | 8                                     |
| 17.     | 24 <sup>th</sup> March, 2022     | 8                                     |

#### **9. Capital Structure**

During the year under review, there were no changes in the Authorised Share Capital and Paid-up Share Capital of the Company.

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## 10. Annual Return

Annual Return Pursuant to the amendments to Section 134(3)(a) and Section 92(3) of the Act read with Rule 12 of the Companies (Management and Administration) Rules, 2014, the Annual Return (Form MGT-7) for the financial year ended March 31, 2022, is available on the Company's website and can be accessed at <https://utkarshindia.in/Annual-Return>.

## 11. Committees of Board

The details of composition of the Committees of the Board of Directors are as under:-

### Audit Committee

The prime object of the Committee is to monitor and provide effective supervision of the Management's financial reporting process, to ensure accurate and timely disclosures with the highest levels of transparency, integrity and quality of financial reporting. The Committee reconstituted on 12.11.2021 and composition as on 31.03.2022 is as follows:-

| Sl. No. | Name                       | Chairman/Member |
|---------|----------------------------|-----------------|
| 1.      | Mr. Prithviraj Basu        | Chairman        |
| 2.      | Mr. Sumantra Choudhury     | Member          |
| 3.      | Mr. Harvinder Singh Sandhu | Member          |

Mr. Sanjay Kumar Gupta, Company Secretary of the Company is acting as Secretary to the Committee.

During the year, the Committee had met twice on 04.05.2021 and 30.08.2021.

### •Vigil Mechanism

The Company has in place a vigil mechanism for Directors and Employees to report genuine concerns, to bring in writing fraudulent behaviour and instances of violations of law/internal procedures of which they become aware to the Vigilance Officer, Mr. Subhash Kumar Saraf so that action can be taken immediately to resolve the problem.

### •The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013

The Company already had a policy in accordance with the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. The Company has complied with provisions relating to the constitution of Internal Complaints Committee under the Act. There was no case of sexual harassment received in the Company during 2021-22.

#### a. Nomination & Remuneration Committee

The Committee reconstituted on 12.11.2021 and composition on 31.03.2022 is as follows:-

| Sl. No. | Name                   | Chairman/Member |
|---------|------------------------|-----------------|
| 1.      | Mr. Prithviraj Basu    | Chairman        |
| 2.      | Mr. Sumantra Choudhury | Member          |
| 3.      | Mrs. Seema Sharma      | Member          |

During the year, the Committee had met twice on 12.11.2021 and 05.02.2022 respectively.

#### b. Corporate Social Responsibility (CSR) Committee

| Sl. No. | Name                       | Chairman/Member |
|---------|----------------------------|-----------------|
| 1.      | Mr. Sunil Bansal           | Chairman        |
| 2.      | Mr. Prithviraj Basu        | Member          |
| 3.      | Mr. Subhash Kumar Saraf    | Member          |
| 4.      | Mr. Harvinder Singh Sandhu | Member          |

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During the year, the Committee had met twice on 30.08.2021 and 25.03.2022 respectively.

The Committee had approved the CSR Budget for FY 21-22. The CSR policy is uploaded on the Company's website at <https://utkarshindia.in/Company-Social-Responsibility>. Further, the Report on CSR Activities/Initiatives is enclosed as **Annexure II**. During the year under review, your Company has incurred expenditure to the tune of Rs.58.60 lakh towards CSR activities relating to promotion of education, eradicating hunger, medical treatment, animal welfare, protection of national heritage, art and culture, etc.

**c. Independent Directors (IDs) Committee**

The Committee reconstituted on 12.11.2021 and composition on 31.03.2022 is as follows:-

| Sl. No. | Name                   | Chairman/Member |
|---------|------------------------|-----------------|
| 1.      | Mr. Prithviraj Basu    | Chairman        |
| 2.      | Mr. Sumantra Choudhury | Member          |

During the year, the Committee had met once on 25.03.2022.

**12. Directors' Responsibility Statement**

Pursuant to the requirement of clause (c) of sub-section (3) of Section 134 of the Act, your Directors confirm that:

- in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit of the company for that period;
- the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- the directors had prepared the annual accounts on a going concern basis; and
- the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

**13. Statutory Auditors, their Report and Notes to Financial Statements**

M/s. Agarwal Tibrewal & Co., Chartered Accountants, has been appointed as Statutory Auditors of the Company from the conclusion of the 23<sup>rd</sup> Annual General Meeting till the conclusion of 28<sup>th</sup> Annual General Meeting at the 23<sup>rd</sup> Annual General Meeting held on 29<sup>th</sup> September, 2018. In terms of the provisions relating to statutory auditors forming part of the Companies Amendment Act, 2017, notified on May 7, 2018, ratification of appointment of Statutory Auditors at every AGM is no more a legal requirement.

Further, the report of M/s. Agarwal Tibrewal & Co., Chartered Accountants, Statutory Auditors alongwith notes to Schedules is enclosed to this report. The observations made in the Auditors' Report are self-explanatory and therefore do not call for any further comments.

**14. Cost Audit**

As per the Companies (Cost Records and Audit) Rules, 2014 and amendment thereto, the Cost Audit is applicable to the Company's number of products. In view of the same and in terms of the provisions of Section 148 and all other applicable provisions of the Act read with the Companies (Audit and Auditors) Rules, 2014, M/s. AB & Co., Cost Accountants have been appointed as Cost Auditors to conduct the audit of cost records of your Company for the financial year 2021-22 by

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the Board of Directors at its meeting held on 4<sup>th</sup> May, 2021 and by Members of the Company at their 26<sup>th</sup> AGM held on 30<sup>th</sup> September, 2021.

Further, M/s. S Chhaparia & Associates, Cost Accountants has been appointed as Cost Auditors to conduct the audit of cost records of your Company for the financial year 2022-23 by the Board of Directors at its meeting held on 10<sup>th</sup> August, 2022 in place of M/s. AB & Co., Cost Accountants, who was appointed for the financial year 2021-22 and shall continue in such capacity till the expiry of 180 days from the closure of the financial year or till he submits the cost audit report for the financial year 2021-22. The remuneration proposed to be paid to them requires ratification of the Shareholders of the Company. In view of this, the ratification for payment of remuneration to Cost Auditors is being sought at the ensuing 27<sup>th</sup> AGM.

#### **15. Secretarial Audit**

M/s. Seema Sharma & Associates, Company Secretaries in whole time practice was appointed as Secretarial Auditors in place of M/s. Agarwal A & Associates, Company Secretaries in whole time practice, for auditing the secretarial and related records of the Company from the Financial Year 2017-18 onward at the Board Meeting held on 10<sup>th</sup> October, 2017.

M/s. Seema Sharma & Associates, Company Secretaries have been re-appointed as Secretarial Auditors for auditing the secretarial and related records of the Company for the Financial Year 2022-23 at a revised remuneration of Rs.40,000/- exclusive of all taxes with all other terms and conditions remaining unaltered.

The report of the M/s. Seema Sharma & Associates, Secretarial Auditors is enclosed as **Annexure I** to this report. The report is self-explanatory and do not call for any further comments.

#### **16. Internal Audit**

In terms of Section 138 of the Act and Rules made thereunder, M/s Mandawewala & Associates, Chartered Accountants, has been appointed as Internal Auditors in place of M/s. Kamal Khemka & Co., Chartered Accountants for conducting the internal audit of the functions and activities of the Company from the financial year 2022-23 onwards at the Board Meeting held on 10<sup>th</sup> August, 2022.

#### **17. Material changes & commitment affecting the financial position of the Company**

There are no material changes affecting the financial position of the Company subsequent to the close of the Fiscal 2022 till the date of the report.

#### **18. Internal financial control and its adequacy**

The Board has adopted policies and procedures for ensuring the orderly and efficient conduct of its business, including adherence to the 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 disclosures.

#### **19. Particulars of loans, guarantees and investments**

The Company has not given any loans, guarantees, made investments as prescribed in Section 186 of the Companies Act, 2013.

#### **20. Related party transactions**

All contracts or arrangements with related parties entered into during the financial year were on an arm's length basis and in the ordinary course of business and have been approved by the Audit Committee in accordance with the Related Party Transactions (RPTs) policy of the Company. The details of transactions entered into with the Related Parties are enclosed as **Annexure IV**.

#### **21. Human Resources**

Your Company treats its "human resources" as one of its most important assets. Your Company always maintains cordial relationship with the entire workforce.

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Your Company continuously invests in attraction, retention and development of talent on an ongoing basis. A number of programs that provide focused people attention are currently underway. Your Company thrust is on the promotion of talent internally through job rotation and job enlargement.

## **22. Statement containing salient features of financial statements of subsidiaries/associate companies/joint ventures**

Pursuant to Section 129(3) of the Act, the statement containing the salient feature of the financial statement of a Company's subsidiary or subsidiaries, associate company or companies and joint venture or ventures is given as **Annexure III**.

## **23. Risk Management**

The Audit Committee of the Board reviews the Risk Management periodically in accordance with Risk Management policy of the Company. The Company's Risk Management processes focuses on ensuring that the risks are identified on a timely basis and addressed. The objective of the Risk Management is to create and protect Stakeholders value by minimizing threats or losses and identifying and maximizing opportunities.

## **24. Declaration by Independent Directors**

Mr. Prithviraj Basu and Mr. Sumantra Choudhury are Independent Directors (IDs) on the Board of your Company. In the opinion of the Board and as confirmed by these Directors, they fulfil the conditions specified in Section 149 of the Act and the Rules made thereunder about their status as IDs of the Company.

## **25. Company's policy on appointment and remuneration**

The Nomination and Remuneration Committee ("NRC") shall identify persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, recommend to the Board their appointment and removal and shall carry out evaluation of every director's performance. The NRC shall, while formulating the policy ensure that the level and composition of remuneration is reasonable and sufficient to attract, retain and motivate directors of the quality required to run the Company successfully, relationship of remuneration to performance is clear and meets appropriate performance benchmarks and remuneration to directors, KMP and senior management involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the Company and its goals.

## **26. Significant and Material Orders Passed by the Regulators/Courts**

During the year under review, there is no significant or material order passed by any regulator, court or tribunal impacting the going concern status and Company's operations.

## **27. Directors and Key Managerial Personnel**

Mr. Subhash Kumar Saraf, Whole-time Director retires by rotation at the forthcoming 27<sup>th</sup> AGM and being eligible, offers himself for reappointment.

Mr. Sunil Bansal, Managing Director has been reappointed for a further period of three years w.e.f. 01.08.2022 to 31.07.2025 on such terms and conditions including remuneration duly approved by Nomination and Remuneration Committee and Board at their meeting held on 10.08.22 and to be approved by the Members of the Company by Special Resolution at the Extra-Ordinary General Meeting to be held on 05.09.22. The revision in terms of remuneration of Mr. Utkarsh Bansal, Whole Time Director has been approved for the remainder period of tenure w.e.f. 01.08.2022 till 31.01.2024 on same terms and conditions duly approved by Nomination and Remuneration Committee and Board at their meeting held on 10.08.22 and to be approved by the Members of the Company by Special Resolution at the Extra-Ordinary General Meeting to be held on 05.09.22. Mr. Dilip Kumar Pratiher, Director (Technical) has been reappointed for a further period of three years w.e.f. 10.08.2022 to 09.08.2025 on such terms and conditions including remuneration duly approved by Nomination and Remuneration Committee and Board at their meeting held on 10.08.22 and to be approved by the Members of the Company by Ordinary Resolution at the Extra-Ordinary General Meeting to be held on 05.09.22.

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During the period under review the following changes took place in the Board of Directors of the Company:-

1. Shri Sumantra Choudhury was appointed as an Additional Director (Independent) on 12<sup>th</sup> November, 2021. Subsequently, Shri Sumantra Choudhury appointment was regularized on 10<sup>th</sup> December, 2021 at Extra-Ordinary General meeting as Independent Director.
2. Ms. Seema Sharma was appointed as an Additional Director (Non-Independent Non-Executive) on 12<sup>th</sup> November, 2021 to be regularised at the ensuing Annual General Meeting of the Company.
3. Smt. Shreya Bansal resigned on 1<sup>st</sup> November, 2021.
4. Shri Prabir Kumar Dutta resigned on 12<sup>th</sup> November, 2021.

#### **28. Transfer of Amounts to Investor Education and Protection Fund**

Your Company did not have any funds lying unpaid or unclaimed for a period of seven years. Therefore, there were no funds which were required to be transferred to Investor Education and Protection Fund (IEPF).

As per the Investor Education and Protection Fund (Uploading of information regarding unpaid and unclaimed amounts lying with companies) Rules, 2012, Form 5INV is required to be filed only in case there are unclaimed and unpaid amounts as referred to in sub-section (2) of Section 205C of the Companies Act, 1956 [Section 125(2)(c) of the Companies Act, 2013].

#### **29. Fixed Deposits**

Your Company has not accepted any deposits from public in terms of Section 73 of the Act.

#### **30. Particulars of Employees**

Pursuant to Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Amendment Rules, 2016, statement of particulars of employees is annexed as **Annexure-V**.

#### **31. The details of application made or any proceeding pending under the Insolvency and Bankruptcy Code, 2016 (31 of 2016) during the year along with their status as at the end of the financial year**

N.A.

#### **32. The details of difference between amount of the valuation done at the time of one time settlement and the valuation done while taking loan from the Banks or Financial Institutions along with the reasons thereof**

N.A.

#### **33. Details of conservation of energy, technology absorption, foreign exchange earnings and outgo**

##### **(a) Conservation of energy**

|     |   |   |
|-----|---|---|
| (i) | the steps taken or impact on conservation of energy | 1. Poly pole CNC pole closing machine Hydraulic oil water cooling system replaced with air cooling system only used a heat exchanger.<br>2. Structural section main distribution cable replaced with a new cable to remove heat loss from the circuit.<br>3. Labor quarter 50 no's 36 watt tube light replaced with led 18 watt tube to save energy.<br>4. In place of damage shed light and flood light 250 watt replaced with 120 watt LED light for saving energy.<br>5. Alternative DG line taken from structure GI plant to used when shut down job work done to reduced diesel consumption. |
|-----|---|---|



|       |  |  |
|-------|--|--|
|       |  | <p>6. High must chine pole closing machine 800 amp welding power source and control system replaced with 500 amp welding power source.</p> <p>7. Poly pole shed -2 pole closing machine and EOT crane power line modification long distance path to short distance path.</p> <p>8. Substation 1 MVA Transformer to change over switch 4 no's 240 SQMM old cable replaced with 2 nos. 400 SQMM cable to reduced heat loss.</p> <p>9. 1 MVA Transformer LT side bussing replaced to reduced oil leakage and heat loss.</p> <p>10. 1) Modifying Airline and provide individual main gate wall valve to individual extruder m/c and other m/c, if machine in shut down then its airline main gate valve should be closed by prod. Team. Air leakage of all m/c rectifying (mainly leakage from Pu pipe, adaptor, joint junction or valve ).</p> <p>11. Convert 11 nos. non insulated heaters to Ceramic heater &amp; Mica heater.</p> <p>12. 06 nos. of auto belling m/c power line separate from extrusion m/c because these six m/c are parallel connection with Kts 450, Kts 700 &amp; Kts 350, due to if any one m/c power line related issue then stop the extrusion m/c, due to this increase in rejection and production losses and also if required only running the machine then we also power on the extrusion m/c (due to this also loss energy).</p> <p>13. Compressed Air used for Machine clearing, so we give Air Blower to each &amp; every dept. Due to this prod. Team not used Compressed air for m/c cleaning.</p> |
| (ii)  | the steps taken by the company for utilizing alternate sources of energy | Company is now planning & negotiating with different agencies to install roof top Solar Power Plant at Gurap unit.   |
| (iii) | the capital investment on energy conservation equipments                 | <ol style="list-style-type: none"> <li>1. Solid State Welding plant.</li> <li>2. IGBT Mig Welding Machines.</li> <li>3. VFD Operated Screw Compressor.</li> <li>4. VFD Operated EOT Cranes Panels.</li> </ol>  |

**(b) Technology absorption**

**(i) Efforts made towards technology absorption**

Continuous efforts are being made towards improvements in the existing production process.

**(ii) Benefits derived like product improvement, cost reduction, product development or import substitution**

The Company is successful in improving the productivity/quality of its product and able to reduce cost to some extent. Thus the Company has been able to satisfy the consumers' need and business requirements.

**(iii) In case of imported technology (imported during the last three years reckoned from the beginning of the financial year)-**

| Sl. No. | Technology Imported     | Year of Import | Absorption     |
|---------|-------------------------|----------------|----------------|
| 1.      | Triode/Oscillator Valve | 2021-22        | Fully Absorbed |
| 2.      | PLC Card                | 2021-22        | Fully Absorbed |
| 3.      | Electrical Items        | 2021-22        | Fully Absorbed |
| 4.      | Nil                     | 2020-21        | Not Applicable |
| 5.      | Triode/Oscillator Valve | 2019-20        | Fully Absorbed |
| 6.      | CNS Press Break Machine | 2019-20        | Fully Absorbed |

**(iv) The expenditure incurred on Research and Development**

Expenses incurred are charged to respective heads are not allocated separately.

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**(c) Foreign exchange earnings and Outgo**

The total foreign exchange used was Rs. 10,332.41 lakh in FY 2021-22 compared to Rs. 6,836.27 lakh in FY 2020-21 increased by 51.14% and the total foreign exchange earned was Rs. 4,819.83 lakh in FY 2021-22 as against Rs. 3,669.28 lakh in FY 2020-21 increased by 31.36%.

**34. Acknowledgement**

Your Directors place on record their appreciation for employees at all levels, who have contributed to the growth and performance of your Company. The resilience to meet challenges was made possible by the hard work, solidarity, co-operation and support.

Your Directors also thank the customers, dealers, suppliers, bankers, shareholders and advisers of the Company for their continued support.

Your Directors also thank the Central and State Governments, and other statutory authorities for their continued support.

For and on behalf of the Board  
**Utkarsh India Limited**



Sunil Bansal  
(Chairman & Managing Director)  
DIN 00297336

Date : 10.08.22  
Place: Kolkata

**Form No. MR-3**  
**SECRETARIAL AUDIT REPORT**  
**FOR THE FINANCIAL YEAR ENDED ON 31<sup>ST</sup> MARCH, 2022**

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

To,  
 The Members,  
**M/s. Utkarsh India Limited**  
 'Arrjavv Square', 95A, Elliot Road, 4<sup>th</sup> Floor,  
 Kolkata- 700 016

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **M/s. Utkarsh India Limited** (hereinafter called the Company), CIN: U51109WB1995PLC070893. Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on 31<sup>st</sup> March, 2022 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31<sup>st</sup> March, 2022 according to the provisions of:

- I. The Companies Act, 2013 (the Act) and the Rules made thereunder and amendment thereto;
- II. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the Rules made thereunder and amendment thereto; *(Not applicable to the Company during the period under report)*
- III. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder and amendment thereto;
- IV. Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder and amendment thereto to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;



1

**16, Nand Ram Sen Street, Sovabazar, Kolkata - 700 005**  
**Mobile : 98307 90075, E-mail : seemasharmac.s@gmail.com / ssassociates072012@gmail.com**

V. The shares of the Company are not listed and hence during the period under report. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') and amendments thereto were **not** applicable to the Company, viz:-

(a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 and amendment thereto;

(b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;

(c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 and amendment thereto;

(d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 and amendment thereto;

(e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 and amendment thereto;

(f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations 1993 and amendment thereto regarding the Companies Act and dealing with client;

(g) The Securities and Exchange Board of India (Delisting of Equity Securities) Regulations 2009 and amendment thereto.

(h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 and amendment thereto.

VI. **We report that**, having regard to the compliance system prevailing in the Company and on examination of the relevant documents and records in pursuance thereof, on test-check basis, the Company has complied with the laws applicable specifically to the Company.

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

(i) Secretarial Standards issued by The Institute of Company Secretaries of India.

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

**We further report that**, the Company has, in my opinion, complied with the provisions of the Companies Act, 1956 and the Companies Act, 2013 and Rules made thereunder and amendment thereto as notified by Ministry of Corporate Affairs and the Memorandum and Articles of Association of the Company, with regard to:

(a) Maintenance of various statutory registers and documents and making necessary entries therein;

(b) Forms, returns, documents and resolutions filed with the Registrar of Companies and the Central Government.



**We further report that**

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under report were carried out in compliance with the provisions of the Act.

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

Majority decision is carried through unanimously and the dissenting members' views, if any are captured and recorded as a part of the minutes.

**We further report that**

There are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

- As informed the Company has responded appropriately to notices received from various Statutory/Regulatory Authorities including initiating actions for corrective measures, wherever found necessary.

**We further report that**, to the best of our understanding, the Company, during the period under report, has taken appropriate steps with regard to any event/action having a major bearing on Company's affairs in pursuance of, the above referred laws, rules, regulations, guidelines, standards, etc.

For SEEMA SHARMA & ASSOCIATES



*Seema Sharma*

Company Secretary  
CS Seema Sharma  
Proprietor  
C.P.No.: 11118  
M. No. F8413  
UDIN: F008413D000776433

Date: 10.08.2022  
Place: Kolkata

[Annexure -II]

**1. Brief outline on CSR Policy of the Company.**

The Board of Directors (Board) adopted the CSR Policy on February 17, 2015 which is available on the Company's website at [www.utkarshindia.in](http://www.utkarshindia.in). The basic objective of the Company is to contribute for social and environmental causes on a regular basis. The main CSR activities/initiatives of the Company are to promote education, eradicate extreme hunger and poverty, ensure environmental sustainability and healthcare, animal welfare, medical facilities, promotion and development of art and culture heritage etc.

**2. Composition of CSR Committee:**

| Sl. No. | Name of Director           | Designation / Nature of Directorship | Number of meetings of CSR Committee held during the year | Number of meetings of CSR Committee attended during the year |
|---------|----------------------------|--------------------------------------|--|--|
| 1.      | Mr. Sunil Bansal           | Chairman                             | 1  | 1  |
| 2.      | Mr. Prithviraj Basu        | Member                               | 1  | 1  |
| 3.      | Mr. Subhash Kumar Saraf    | Member                               | 1  | 1  |
| 4.      | Mr. Harvinder Singh Sandhu | Member                               | 1  | 1  |

3. Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company. : [www.utkarshindia.in/Company-Social-Responsibility](http://www.utkarshindia.in/Company-Social-Responsibility)

4. Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social responsibility Policy) Rules, 2014, if applicable (attach the report).

5. Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any

| Sl. No. | Financial Year    | Amount available for set-off from preceding financial years (Rs. in lakh) | Amount required to be set-off for the financial year, if any (Rs. in lakh) |
|---------|-------------------|---|--|
| 1.      | FY-1 (31-03-2021) | 17.18   | 0.00   |
| 2.      | FY-2 (31-03-2020) | 0.00  | 0.00   |
| 3.      | FY-3 (31-03-2019) | 0.00  | 0.00   |
|         | <b>Total</b>      | 17.18   | 0.00   |

6. Average net profit of the Company as per Section 135(5): Rs. 2817.12 lakh

7. (a) Two percent of average net profit of the Company as per Section 135(5): Rs. 56.34 lakh

(b) Surplus arising out of the CSR projects or programmes or activities of the previous financial years.

(c) Amount required to be set off for the financial year, if any:

(d) Total CSR obligation for the financial year (7a+7b-7c): Rs. 56.34 lakh

8. (a) CSR amount spent or unspent for the financial year:

| Total Amount Spent for the Financial Year. (in Rs. in Lakh) | Amount Unspent (Rs. in Lakh)   |                   |  |         |                   |
|---|--|-------------------|--|---------|-------------------|
|   | Total Amount transferred to Unspent CSR Account as per section 135(6). |                   | Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5). |         |                   |
|   | Amount.  | Date of transfer. | Name of the Fund   | Amount. | Date of transfer. |
| 58.60   | NIL  | τ                 | -  | NIL     | -                 |

(b) Details of CSR amount spent against ongoing projects for the financial year:

| (1)     | (2)                 | (3)  | (4)                 | (5)                      |          | (6)              | (7)   | (8)   | (9)  | (10)                                      | (11)   |                          |
|---------|---------------------|--|---------------------|--------------------------|----------|------------------|---|---|--|---|--|--------------------------|
| Sl. No. | Name of the Project | Item from the list of activities in Schedule VII to the Act. | Local area (Yes/No) | Location of the project. |          | Project duration | Amount allocated for the project (Rs. in Lakh). | Amount spent in the current financial Year (Rs. in Lakh). | Amount transferred to Unspent CSR Account for the project as per Section 135(6) (Rs. in Lakh). | Mode of Implementation - Direct (Yes/No). | Mode of Implementation - Through Implementing Agency |                          |
|         |                     |  |                     | State                    | District |                  |   |   |  |   | Name   | CSR Registration number. |
|         |                     |  |                     |                          |          |                  |   |   |  |   |  |                          |
|         |                     |  |                     |                          |          |                  |   |   |  |   |  |                          |

(c) Details of CSR amount spent against other than ongoing projects for the financial year:

| (1)     | (2)                                     | (3)  | (4)                  | (5)                                     |           | (6)   | (7)                                       | (8)   |                          |
|---------|---|--|----------------------|---|-----------|---|---|---|--------------------------|
| Sl. No. | Name of the Project                     | Item from the list of activities in schedule VII to the Act. | Local area (Yes/No). | Location of the project.                |           | Amount spent for the project (Rs. in Lakh). | Mode of implementation - Direct (Yes/No). | Mode of implementation - Through implementing agency. |                          |
|         |   |  |                      | State.                                  | District. |   |   | Name.   | CSR registration number. |
| 1.      | a) Distribution of Food (Annadanam) for | Eradicating hunger, poverty and                              | No                   | Gokuldham, Maduvankarai, Sriperumbudur, |           | 3.00  | No  | Kshetropasna Trust                                    | CSR00023032              |

|    |  |  |     |  |       |    |  |             |
|----|--|--|-----|--|-------|----|--|-------------|
|    | needy and very poor people   | malnutrition, promoting health care including preventive health care and sanitation and making available safe drinking water.  |     | Kanchipuram Dist, Tamil Nadu   |       |    |  |             |
|    | b) Food distribution to the poor people of the society   |  | Yes | Kolkata, West Bengal   | 3.50  | No | Alambazar Shree Shyam Dhwaja Mandal            | CSR00016365 |
|    | c) Distribution of free blankets to the poor people  |  | Yes | Kolkata, West Bengal   | 1.50  | No | Alambazar Shree Shyam Dhwaja Mandal            | CSR00016365 |
|    | d) Operating microscope equipment required for eye surgery for poor people   |  | Yes | Jangipara, Sserampore, Hooghly, West Bengal  | 10.00 | No | Thunder Club                                   | CSR00017267 |
| 2. | a) Construction of School Building at Gadigachha, Swarupganj, Nadia West Bengal for education of poor  | Promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly and the differently abled and livelihood enhancement projects. | No  | Gadigachha, Swarupganj, Nadia, West Bengal   | 2.00  | No | Gaudiya Mission Vidya Mandir (Gaudiya Mission) | CSR00018891 |
|    | b) Promoting Education "Ekal Vidyalaya - One Teacher School (OTS)" project by adoption of fifty (50) OTS for various Tribal Villages in the Districts of West Bengal |  | No  | Various Tribal Villages in the Districts of West Bengal- Malda, Alipurduar, Balurghat, Naxalbari, Raiganj, Sonarpur, Rampurhat, Purulia, Barasat, Medinipur etc. | 11.00 | No | Friends of Tribal Society (F.T.S.)             | CSR00001898 |
|    | c) Promoting education under 'Ratanlal Sadhuram Bansal Saraswati Vidya Mandir'   |  | No  | Dumma, Deoghar, Jharkhand  | 12.00 | No | Sheo Bai Bansal Charitable Trust               | CSR00004585 |
|    | d) Running Vocational Training Centre for giving training in Computers and   |  | No  | Dumma, Deoghar, Jharkhand  | 4.00  | No | Sheo Bai Bansal Charitable Trust               | CSR00004585 |



|    |   |  |     |  |              |    |  |             |
|----|---|--|-----|--|--------------|----|--|-------------|
|    | Tailoring under 'Rammurti Bansal Kaushal Vikas Seva Kendra'   |  |     |  |              |    |  |             |
| 3. | a) Protection of destitute cows and running Goshala   | Ensuring environmental sustainability, ecological balance, protection of flora and fauna, animal welfare, agroforestry, conservation of natural resources and maintaining quality of soil, air and water                           | No  | Gokuldham, Maduvankarai, Sriperumbudur, Kanchipuram Dist, Tamil Nadu | 2.00         | No | Kshetropasna Trust                                       | CSR00023032 |
|    | b) Annual Cow Service Preservation Scheme for 34 nos. of Cow Family (Animal Welfare)                              | protection of flora and fauna, animal welfare, agroforestry, conservation of natural resources and maintaining quality of soil, air and water  | Yes | Liluah, Sodepur, Kalyani, Ranigunj in West Bengal.                   | 5.10         | No | Calcutta Pinjrapole Society                              | CSR00007320 |
|    | c) Protection of cow (Animal Welfare)   | resources and maintaining quality of soil, air and water   | No  | Gurugram Road, Bypass, Jhajjar, Haryana                              | 2.00         | No | Gokul Dham Gau Sewa Mahatirth                            | CSR00025340 |
| 4. | Adoption of 50 Sanskar Kendra (Spreading the message of spiritual awakening among the tribal and rural community) | Protection of national heritage, art and culture including restoration of buildings and sites of historical importance and works of art; setting up public libraries; promotion and development of traditional art and handicrafts | No  | At various tribal belt of our Country (India)                        | 2.50         | No | Shreehari Satsanga Samity (Cultural Society for Tribals) | CSR00013480 |
|    | <b>Total</b>  |  |     |  | <b>58.60</b> |    |  |             |

(d) Amount spent in Administrative Overheads

(e) Amount spent on Impact Assessment, if applicable

(f) Total amount spent for the Financial Year (8b+8c+8d+8e): Rs. 58.60 lakh

(g) Excess amount for set off, if any

| Sl. No. | Particular  | Amount (Rs. in Lakh) |
|---------|---|----------------------|
| (i)     | Two percent of average net profit of the company as per section 135(5)                                      | 56.34                |
| (ii)    | Total amount spent for the Financial Year   | 58.60                |
| (iii)   | Excess amount spent for the financial year [(ii)-(i)]   | 2.26                 |
| (iv)    | Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any | 1.24                 |
| (v)     | Amount available for set off in succeeding financial years [(iii)-(iv)]                                     | 3.50                 |

9. (a) Details of Unspent CSR amount for the preceding three financial years:

| Sl. No. | Preceding Financial Year. | Amount transferred to Unspent CSR Account under section 135 (6) (Rs. in Lakh) | Amount spent in the reporting Financial Year (Rs. in Lakh). | Amount transferred to any fund specified under Schedule VII as per section 135(6), if any. |                       |                   | Amount remaining to be spent in succeeding financial years. (Rs. in Lakh) |
|---------|---------------------------|---|---|--|-----------------------|-------------------|---|
|         |                           |   |   | Name of the Fund   | Amount (Rs. in Lakh). | Date of transfer. |   |
| 1.      |                           |   |   |  |                       |                   |   |
| 2.      |                           |   |   |  |                       |                   |   |
| 3.      |                           |   |   |  |                       |                   |   |
|         | <b>Total</b>              |   |   |  |                       |                   |   |

(b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s):

| (1)     | (2)         | (3)                  | (4)  | (5)               | (6)   | (7)  | (8)   | (9)   |
|---------|-------------|----------------------|--|-------------------|---|--|---|---|
| Sl. No. | Project ID. | Name of the Project. | Financial Year in which the project was commenced. | Project duration. | Total amount allocated for the project (Rs. in Lakh). | Amount spent on the project in the reporting Financial Year (Rs. in Lakh). | Cumulative amount spent at the end of reporting Financial Year. (Rs. in Lakh) | Status of the project - Completed /Ongoing. |
| 1.      |             |                      |  |                   |   |  |   |   |
| 2.      |             |                      |  |                   |   |  |   |   |

|    |              |  |  |  |  |  |  |  |
|----|--------------|--|--|--|--|--|--|--|
| 3. |              |  |  |  |  |  |  |  |
|    | <b>Total</b> |  |  |  |  |  |  |  |

10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year

(asset-wise details).

- Date of creation or acquisition of the capital asset(s).
- Amount of CSR spent for creation or acquisition of capital asset.
- Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc.
- Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset).

11. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5).

.....  
Sunil Bansal  
(Managing Director & Chairman of CSR Committee)  
DIN 00297336

.....  
Subhash Kumar Saraf  
(CFO cum Executive Director)  
DIN 02357354

Date: 10.08.2022  
Place: Kolkata

**Annexure III**

**Form AOC-I**

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)  
**Statement containing salient features of the financial statement of subsidiaries/associate companies/joint ventures**

**Part A Subsidiaries**

There are no subsidiaries during the year.

|   |  |
|---|--|
| 1. Sl. No.  |  |
| 2. Name of the subsidiary   |  |
| 3. The date since when subsidiary was acquired  |  |
| 4. Reporting period for the subsidiary concerned, if different from the holding company's reporting period                      |  |
| 5. Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries. |  |
| 6. Share capital  |  |
| 7. Reserves & surplus   |  |
| 8. Total assets   |  |
| 9. Total Liabilities  |  |
| 10. Investments   |  |
| 11. Turnover  |  |
| 12. Profit before taxation  |  |
| 13. Provision for taxation  |  |
| 14. Profit after taxation   |  |
| 15. Proposed Dividend   |  |
| 16. Extent of shareholding (in percentage)  |  |

**Notes:** The following information shall be furnished at the end of the statement:

- Names of subsidiaries which are yet to commence operations.-** None
- Names of subsidiaries which have been liquidated or sold during the year.-** None

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**Part B Associates and Joint Ventures**

**Statement pursuant to Section 129(3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures**

| Name of Associates or Joint Ventures  | Bansal Poles Limited, Associate  | Utkarsh Metal Industries Pvt. Ltd., Associate  |
|---|--|--|
| 1. Latest audited Balance Sheet Date  | 31.03.2021   | 31.03.2021   |
| 2. Date on which the Associate or Joint Venture was associated or acquired  | 01.08.2014   | 01.04.2017   |
| 3. Shares of Associate or Joint Ventures held by the company on the year end<br><br>No.<br><br>Amount of Investment in Associates or Joint Venture<br><br>Extend of Holding (in percentage) | Nil  | Nil  |
| 4. Description of how there is significant influence  | Business decisions under an agreement.   | Business decisions under an agreement.   |
| 5. Reason why the associate/joint venture is not consolidated   | Preparation of CFS is not required if it is a company whose securities are not listed or are not in the process of listing on any stock exchange, whether in India or outside India. (MCA Notification dated 27.07.2016 [G.S.R. 742(E)], clause (ii) of second proviso of Rule 6 of the Companies (Accounts) Amendment Rules, 2016). | Preparation of CFS is not required if it is a company whose securities are not listed or are not in the process of listing on any stock exchange, whether in India or outside India. (MCA Notification dated 27.07.2016 [G.S.R. 742(E)], clause (ii) of second proviso of Rule 6 of the Companies (Accounts) Amendment Rules, 2016). |
| 6. Networth attributable to shareholding as per latest audited Balance Sheet  | Rs. 4,63,20,494/-  | Rs. 3,66,93,274.34   |
| 7. Profit or Loss for the year<br>i. Considered in Consolidation<br>ii. Not Considered in Consolidation   | Nil<br><br>Rs. (3,47,235)  | Nil<br><br>Rs. 1,61,155.86/-   |

**Utkarsh India Limited**  
(Formerly Utkarsh Tubes & Pipes Limited)





Registered Office: Arjavv Square, 95A Elliot Road, 4th Floor, Kolkata 700016, P: 033 2264 6666/2265 8888, E: saraf@utkarshindia.in  
E: info@utkarshindia.in, W: www.utkarshindia.in

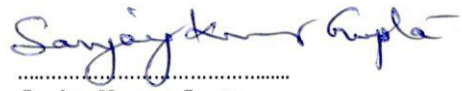
-3-

The following information shall be furnished:-

1. Names of associates or joint ventures which are yet to commence operations. - None
2. Names of associates or joint ventures which have been liquidated or sold during the year. -None.

  
.....  
**Sunil Bansal**  
(Chairman & Managing Director)  
DIN- 00297336

  
.....  
**Subhash Kumar Saraf**  
(CFO cum Executive Director)  
DIN- 02357354

  
.....  
**Sanjay Kumar Gupta**  
(Company Secretary)  
FCS- 6923

Date : 10.08.22  
Place: Kolkata

**FORM NO. AOC-2**

**(Pursuant to clause (h) of sub-section (3) of Section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)**

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of Section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto.

1. Details of contracts or arrangements or transactions not at arm's length basis: N.A.
  - (a) Name(s) of the related party and nature of relationship
  - (b) Nature of contracts/arrangements/transactions
  - (c) Duration of the contracts/arrangements/transactions
  - (d) Salient terms of the contracts or arrangements or transactions including the value, if any
  - (e) Justification for entering into such contracts or arrangements or transactions
  - (f) date(s) of approval by the Board
  - (g) Amount paid as advances, if any:
  - (h) Date on which the special resolution was passed in general meeting as required under first proviso to Section 188
  
2. Details of material contracts or arrangement or transactions at arm's length basis:
  - (a) Name(s) of the related party and nature of relationship: Bansal Poles Limited, an Associate company of Utkarsh India Limited.
  - (b) Nature of contracts/arrangements/transactions: Long Term Contract for sell of G.I. Pipes etc.
  - (c) Duration of the contracts/arrangements/transactions: Throughout the F.Y. 2021-22.
  - (d) Salient terms of the contracts or arrangements or transactions including the value, if any:  
Utkarsh India Limited will sell G.I. Pipes etc. to Bansal Poles Limited for Rs. 50 Crores or less per financial year. Bansal Poles Limited will have the option to purchase G.I. Pipes etc. from third parties. The price of G.I. Pipes etc. charged by Utkarsh India Limited has no economic impact on the interests of the Company or its Shareholders.
  - (e) Date(s) of approval by the Board, if any: 4<sup>th</sup> May, 2021
  - (f) Amount paid as advances, if any: Nil



**Sunil Bansal**  
(Chairman & Managing Director)  
DIN- 00297336

Date : 10.08.22  
Place : Kolkata

**Statement of Particulars of employees pursuant to the Companies (Appointment and Remuneration of Managerial Personnel) Amendment Rules, 2016**

| Sl. No. | Name             | Designation/<br>Nature of<br>Duties | Remuneration<br>Received [Rs.] | Qualification               | Experience<br>in years | Age<br>in<br>years | Date of<br>commencement<br>of employment | Last<br>employment<br>held |
|---------|------------------|-------------------------------------|--------------------------------|-----------------------------|------------------------|--------------------|--|----------------------------|
| 1       | 2                | 3                                   | 4                              | 5                           | 6                      | 7                  | 8  | 9                          |
| 1.      | Mr. Sunil Bansal | Chairman & Managing Director        | Rs. 180.00 lakhs               | Commerce Graduate (Honours) | 30                     | 53                 | 20.11.2006                               | N.A.                       |

**Notes:**

- 1 All appointments are / were contractual.
- 2 Remuneration as shown above comprises of Salary, Leave Salary, Bonus, Gratuity where paid, Leave Travel Assistance, Medical Benefit, House Rent Allowance, Perquisites and Company's Contribution to Provident Fund and Superannuation Fund.





## INDEPENDENT AUDITORS' REPORT

TO

**THE MEMBERS OF UTKARSH INDIA LIMITED**  
CIN: U51109WB1995PLC070893

### 1. Report on the Audit of the Financial Statements :

#### (a) Opinion :

We have audited the accompanying financial statements of **UTKARSH INDIA LIMITED** ("the Company"), which comprise the **Balance Sheet** as at **March 31, 2022**, the **Statement of Profit & Loss** and the **Statement of Cash Flows** for the year ended on that date, and 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 Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2022 and its profit and its cash flows for the year ended on that date.

#### (b) Basis for Opinion :

We conducted our audit of the financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). 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 the Chartered Accountants of India (ICAI) together with the independence requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made 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 audit opinion on the financial statements.

#### (c) Key Audit Matters :

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as it is an unlisted company.



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**2. Information other than the Financial Statements and Auditor's Report Thereon :**

The Company's Board of Directors are responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, Corporate Governance Report, Management Discussion and Analysis, but does not include the financial statements and our auditor's report thereon.

Our opinion on 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. We have nothing to report in this regard.

**3. Management's Responsibility for the Financial Statements :**

The Company's Board of Directors are responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Company in accordance with the Accounting Standards and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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.

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

**4. Auditor's Responsibility 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 misstatements, 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 this financial statements.



As a 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 risk of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risk, 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 controls 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 control systems 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 exist 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 exist, 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 conclusion is 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 statement represents 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's 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 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 relationship 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 determined 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 described these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determined 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.



## 5. Report on Other Legal and Regulatory Requirements

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

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose 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** and the **Statement of Cash Flow** dealt with by this Report are in agreement with the relevant books of account;
- (d) In our opinion, the aforesaid **financial statements** comply with the 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 March 31, 2022, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022 from being appointed as a directors 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 and the operating effectiveness of such controls, refer to our separate Report in "**ANNEXURE – A**". Our report expresses an **unmodified opinion** on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting;
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with requirement of section 197(16) of the Act, as amended in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act;
- (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and 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 its pending litigations on its financial position in its financial statements – Refer Note 2.25 to 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.



**5.2 As required by the Companies (Auditors' Report) Order, 2020 ('the Order'), as amended, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "ANNEXURE- B", a statement on the matters specified in paragraph 3 and 4 of the said Order.**

**For AGARWAL TIBREWAL & CO.  
Chartered Accountants  
FRN No.328977E**



**CA Amit Agarwal  
Partner  
Membership No. 303411**



**Place: Kolkata  
Date: 10<sup>th</sup> August, 2022  
UDIN No. 22303411AOSYKI7570**

**“ANNEXURE – A” TO THE INDEPENDENT AUDITOR’S REPORT OF EVEN DATE ON THE  
FINANCIAL STATEMENTS OF UTKARSH INDIA LIMITED**

**Report on the Internal Financial Control under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”) - Referred to in paragraph 5.1(f) of our report of even date to the financial statements of the Company for the year ended March 31, 2022:**

We have audited the internal financial controls over financial reporting of **UTKARSH INDIA LIMITED (“the Company”)**, as of **March 31, 2022**, 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 Board of Directors of the Company 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. These responsibilities includes 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 respective Company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

**Auditor’s Responsibility**

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Company 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”) issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. 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 was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, 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 internal financial controls system over financial reporting of the Company.



### **Meaning of Internal Financial Controls over Financial Reporting**

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

### **Limitations of Internal Financial Controls Over Financial Reporting**

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

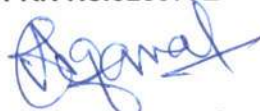
### **Opinion**

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2022, 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 AGARWAL TIBREWAL & CO.**

**Chartered Accountants**

**FRN No.328977E**



**CA Amit Agarwal**

**Partner**

**Membership No. 303411**



**Place: Kolkata**

**Date: 10<sup>th</sup> August, 2022**

**UDIN No. 22303411AOSYKI7570**

## ANNEXURE "B" TO THE INDEPENDENT AUDITORS' REPORT

In terms of the information and explanations sought by us and given by the Company and the books and records examined by us

- 1) a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.  
  
b) As explained to us, all the fixed assets have been physically verified by the management in a phased periodical manner, having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on physical verification.  
  
c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee) as disclosed in the financial statements are held in the name of the Company.  
  
d) According to the information and explanations given to us, the Company has not revalued its property, plant and Equipment (including Right of Use assets) and its intangible assets. Accordingly, the requirements under paragraph 3(i)(d) of the Order are not applicable to the Company.  
  
e) According to the information and explanations given to us, no proceeding has been initiated or pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made thereunder. Accordingly, the provisions stated in paragraph 3(i) (e) of the Order are not applicable to the Company.
- 2) a) The inventory, except goods in transit and materials lying with third parties, which have been substantially confirmed by them, has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable and no material discrepancies were observed.  
  
b) The Company has been sanctioned working capital limits in excess of Rs. 5 crores in aggregate from Banks/financial institutions on the basis of security of current assets. Quarterly returns / statements filed with such Banks/ financial institutions are in agreement with the books of account.
- 3) According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not granted any loans, secured or unsecured, to the companies, firms or other parties covered in the Register maintained under Section 189 of the Act. Hence, the requirements under paragraph 3(iii) of the Order are not applicable to the Company.
- 4) In our opinion and according to the information and explanations given to us, the Company has not either directly or indirectly, granted any loan to any of its directors or to any other person in whom the director is interested, in accordance with the provisions of section 185 of the Act and the Company has not made investments through more than two layers of investment companies in accordance with the provisions of section 186 of the Act. Accordingly, provisions stated in paragraph 3(iv) of the Order are not applicable to the Company.
- 5) In our opinion and according to the information and explanations given to us, the Company has not accepted deposits from the public covered within the meaning of directives issued by the Reserve Bank of India and provisions of Section 73 to Section 76 or any other relevant provisions of the Act and rules framed there under are not applicable.





- 6) We have broadly reviewed the accounts and records maintained by the Company pursuant to the rules made by the Central Government for the maintenance of cost records under Section 148(1) of the Act. We are of the opinion that prima facie the prescribed accounts and records have been made and maintained. We have, however, not made a detailed examination of the said records with a view to determine that they are accurate.
- 7) a) According to the information and explanations given to us and the records of the company examined by us, in our opinion, the company is (generally) regular in depositing the undisputed statutory dues including provident fund, investor education and protection fund, employees' state insurance, employees group gratuity fund, income-tax, sales-tax, wealth tax, service tax, customs duty, excise duty, cess and other material statutory dues as applicable on it.

According to the information and explanations given to us, no undisputed amounts payable in respect of Income Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty, Goods and service tax and cess were in arrears, as at 31-Mar-2022 for a period of more than six months from the date they became payable.

- b) According to the information and explanations given to us, there are no material dues of duty of customs, income tax, sales tax, service tax and value added tax which have not been deposited with the appropriate authorities on account of any dispute except the following dues which have not been deposited by the Company on account of disputes:

| Name of Statute               | Nature of the Dues                                  | Amount (Rs. In Lakh) | Period to which amount relates | Forum where dispute is pending        |
|-------------------------------|---|----------------------|--------------------------------|---------------------------------------|
| The West Bengal Entry Tax Act | Entry Tax / Interest/Penalty                        | 47.00                | 2013 - 14                      | Stay by Kolkata High Court            |
| The West Bengal Entry Tax Act | Entry Tax / Interest/Penalty                        | 153.18               | 2014 - 15                      | Stay by Kolkata High Court            |
| The West Bengal Entry Tax Act | Entry Tax / Interest/Penalty                        | 307.47               | 2015 - 16                      | Stay by Kolkata High Court            |
| The West Bengal Entry Tax Act | Entry Tax / Interest/Penalty                        | 287.68               | 2016 - 17                      | Stay by Kolkata High Court            |
| The West Bengal Entry Tax Act | Entry Tax / Interest / Penalty                      | 76.13                | 2017 - 18                      | Stay by Kolkata High Court            |
| The Central Excise Act        | Excise duty / E.Cess / SHE Cess on consignment sale | 18.38                | 2006 - 07 to 2007 - 08         | Custom, Excise & Service Tax Tribunal |

- 8) According to the information and explanations given to us, there are no transactions which are not accounted in the books of account which have been surrendered or disclosed as income during the year in Tax Assessment of the Company. Also, there are no previously unrecorded income which has been now recorded in the books of account. Hence, the provision stated in paragraph 3(viii) of the Order is not applicable to the Company.

- 9) a) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of loans or borrowings or in payment of interest thereon to any lender.

b) According to the information and explanations given to us and on the basis of our audit procedures, we report that the company has not been declared willful defaulter by any bank or financial institution or government or any government authority.



- c) In our opinion and according to the information explanation provided to us, money raised by way of term loans during the year have been applied for the purpose for which they were raised.
- d) According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the standalone financial statements of the company, we report that no funds raised on short-term basis have been used for long-term purposes by the company.
- e) According to the information explanation given to us and on an overall examination of the standalone financial statements of the Company, we report that the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
- f) According to the information and explanations given to us and procedures performed by us, we report that the Company has not raised loans during the year on the pledge of securities held in its securities, joint ventures or associate companies.
- 10) a) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, the provisions stated in paragraph 3 (x)(a) of the Order are not applicable to the Company.
- b) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully, partly or optionally convertible debentures during the year. Accordingly, the provisions stated in paragraph 3 (x)(b) of the Order are not applicable to the Company.
- 11) a) During the course of our audit, examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud by the Company nor on the Company.
- b) We have not come across of any instance of fraud by the Company or on the Company during the course of audit of the standalone financial statement for the year ended March 31, 2022, accordingly the provisions stated in paragraph (xi)(b) of the Order is not applicable to the Company.
- c) As represented to you by the management, there are no whistle-blower complaints received by the company during the year. Accordingly, provision stated in paragraph (xi) (c) of the Order is not applicable to the company.
- 12) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, the provisions stated in paragraph 3(xii) (a) to (c) of the Order are not applicable to the Company.
- 13) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.

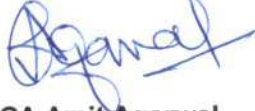


- 14) a) In our opinion and based on our examination, the Company has an internal audit system commensurate with the size and nature of its business.
- b) We have considered internal audit reports issued by internal auditors during our audit.
- 15) According to the information and explanations given to us, in our opinion during the year the Company has not entered into non-cash transactions with directors or persons connected with its directors and hence, provisions of section 192 of the Act are not applicable to company. Accordingly, the provisions stated in paragraph 3(xv) of the Order are not applicable to the Company.
- 16) a) In our opinion, the Company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions stated in paragraph clause 3 (xvi)(a) of the Order are not applicable to the Company.
- b) In our opinion, the Company has not conducted any Non-Banking Financial or Housing Finance activities without any valid Certificate of Registration from Reserve Bank of India. Hence, the reporting under paragraph clause 3 (xvi)(b) of the Order are not applicable to the Company.
- c) The Company is not a Core investment Company (CIC) as defined in the regulations made by Reserve Bank of India. Hence, the reporting under paragraph clause 3 (xvi) (c) of the Order are not applicable to the Company.
- d) The Company does not have any CIC as part of its group. Hence the provisions stated in paragraph clause 3 (xvi) (d) of the order are not applicable to the company.
- 17) Based on the overall review of standalone financial statements, the Company has not incurred cash losses in the current financial year and in the immediately preceding financial year. Hence, the provisions stated in paragraph clause 3 (xvii) of the Order are not applicable to the Company.
- 18) There has been no resignation of the statutory auditors during the year. Hence, the provisions stated in paragraph clause 3 (xviii) of the Order are not applicable to the Company.
- 19) According to the information and explanations given to us and based on our examination of financial ratios, ageing and expected date of realization of financial assets and payment of liabilities, other information accompanying the standalone financial statements, our knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of audit report and the Company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.
- 20) According to the information and explanations given to us, the provisions of section 135 of the Act are applicable to the Company. The Company has made the required contributions during the year and there are no unspent amounts which are required to be transferred either to a Fund or to a Special Account as per the provisions of section 135 of the act read with schedule VII. Accordingly, reporting under clause 3(xx)(a) and clause 3(xx)(b) of the Order is not applicable to the Company.



21) The reporting under clause 3(xxi) of the Order is not applicable in respect of audit of standalone financial statements. Accordingly, no comment in respect of the said clause has been included in the report.

**For AGARWAL TIBREWAL & CO.  
Chartered Accountants  
FRN No.328977E**



**CA Amit Agarwal  
Partner  
Membership No. 303411**



**Place: Kolkata  
Date: 10<sup>th</sup> August, 2022  
UDIN No. 22303411AOSYKI7570**

**UTKARSH INDIA LIMITED**



**Balance Sheet as at 31st March, 2022**

CIN - U51109WB1995PLC070893

(₹ in Lakh)

|                                       | Note   | As at 31.03.2022 | As at 31.03.2021 |
|---------------------------------------|--------|------------------|------------------|
| <b><u>EQUITY AND LIABILITIES</u></b>  |        |                  |                  |
| <b><u>Shareholders' funds</u></b>     |        |                  |                  |
| Share capital                         | 2.1    | 1,787.05         | 1,787.05         |
| Reserves and surplus                  | 2.2    | 22,397.74        | 19,537.48        |
|                                       |        | 24,184.79        | 21,324.53        |
| <b><u>Non current liabilities</u></b> |        |                  |                  |
| Long term borrowings                  | 2.3    | 11,806.45        | 10,875.42        |
| Deferred tax liabilities (net)        | 2.4    | 1,439.43         | 1,427.97         |
| Other non current liabilities         | 2.5    | 1.00             | 1.00             |
|                                       |        | 13,246.88        | 12,304.39        |
| <b><u>Current liabilities</u></b>     |        |                  |                  |
| Short term borrowings                 | 2.6    | 14,662.12        | 14,957.13        |
| Trade payables                        | 2.7    |                  |                  |
| Dues to micro and small enterprises   |        | -                | -                |
| Dues to other creditors               |        | 21,626.96        | 11,259.37        |
| Other current liabilities             | 2.8    | 5,700.84         | 5,355.12         |
| Short term provisions                 | 2.9    | 536.75           | 323.68           |
|                                       |        | 42,526.67        | 31,895.30        |
| <b>Total</b>                          |        | <b>79,958.34</b> | <b>65,524.22</b> |
| <b><u>ASSETS</u></b>                  |        |                  |                  |
| <b><u>Non current assets</u></b>      |        |                  |                  |
| Property, plant and equipment         | 2.10 A | 20,576.19        | 19,598.01        |
| Intangible assets                     | 2.10 B | 11.25            | 12.53            |
| Capital work in progress              | 2.10 C | 296.70           | 33.00            |
|                                       |        | 20,884.14        | 19,643.54        |
| Non current investments               | 2.11   | 57.89            | 57.89            |
| Long term loans and advances          | 2.12   | 1,314.17         | 1,181.88         |
|                                       |        | 22,256.20        | 20,883.31        |
| <b><u>Current assets</u></b>          |        |                  |                  |
| Inventories                           | 2.13   | 35,917.54        | 26,736.14        |
| Trade receivables                     | 2.14   | 18,162.47        | 15,280.36        |
| Cash and cash equivalents             | 2.15   | 2,032.44         | 1,718.18         |
| Short term loans and advances         | 2.16   | 1,589.69         | 906.23           |
|                                       |        | 57,702.14        | 44,640.91        |
| <b>Total</b>                          |        | <b>79,958.34</b> | <b>65,524.22</b> |

**Significant accounting policies and notes to the financial statements** 1 & 2

The accompanying notes are an integral part of the financial statements

As per our report of even date

**For Agarwal Tibrewal & Co.**  
Firm Registration No.: 328977E  
Chartered Accountants

**CA Amit Agarwal**  
Partner  
Membership No. 303411  
UDIN : 22303411AOSYKI7570



Place: Kolkata  
Date: 10th August, 2022

**For & on behalf of the Board**

**Sunil Bansal**  
Chairman & Managing Director  
DIN - 00297336

**Subhash Kumar Saraf**  
CFO & Executive Director  
DIN - 02357354

**Sanjay Kumar Gupta**  
Company Secretary  
FCS - 6923

**UTKARSH INDIA LIMITED**



**Statement of Profit and Loss for the year ended 31st March, 2022**

CIN - U51109WB1995PLC070893

(₹ in Lakh)

|   | Note | 2021-22            | 2020-21          |
|---|------|--------------------|------------------|
| <b><u>INCOME</u></b>  |      |                    |                  |
| Revenue from operations                                       | 2.17 | 1,50,824.49        | 92,518.61        |
| Other income  | 2.18 | 214.34             | 177.57           |
| <b>Total revenue</b>  |      | <b>1,51,038.83</b> | <b>92,696.18</b> |
| <b><u>EXPENDITURE</u></b>                                     |      |                    |                  |
| Cost of materials consumed                                    | 2.19 | 1,26,317.65        | 70,340.28        |
| Changes in inventories of finished goods and work-in-progress | 2.20 | (4,336.47)         | (1,109.67)       |
| Employee benefits expenses                                    | 2.21 | 2,662.88           | 2,376.43         |
| Finance costs   | 2.22 | 4,279.89           | 4,198.57         |
| Depreciation & amortisation expenses                          | 2.10 | 1,381.79           | 1,248.58         |
| Other expenses  | 2.23 | 16,893.79          | 13,683.67        |
| <b>TOTAL EXPENSES</b>   |      | <b>1,47,199.53</b> | <b>90,737.86</b> |
| <b>Profit before exceptional items and tax</b>                |      | <b>3,839.30</b>    | <b>1,958.32</b>  |
| Exceptional items   | 2.24 | (37.62)            | 5.62             |
| <b>Profit before tax</b>                                      |      | <b>3,876.92</b>    | <b>1,952.70</b>  |
| <b>Tax expenses</b>   |      |                    |                  |
| - Current tax   |      | 1,043.90           | 540.64           |
| - Income tax for earlier year                                 |      | (38.70)            | -                |
| - Deferred tax  |      | 11.46              | 23.38            |
| <b>Profit for the year</b>                                    |      | <b>2,860.26</b>    | <b>1,388.68</b>  |
| <b>EARNINGS PER EQUITY SHARE (refer note 2.32)</b>            |      |                    |                  |
| Equity shares of par value 10/- each                          |      |                    |                  |
| Basic /Diluted  |      | 16.01              | 7.77             |

**Significant accounting policies and notes to the financial statements** 1 & 2

The accompanying notes are an integral part of the financial statements

As per our report of even date

**For & on behalf of the Board**

**For Agarwal Tibrewal & Co.**  
Firm Registration No.: 328977E  
Chartered Accountants

**CA Amit Agarwal**  
Partner  
Membership No. 303411  
UDIN : 22303411AOSYKI7570



**Sunil Bansal**  
Chairman & Managing Director  
DIN - 00297336

**Subhash Kumar Saraf**  
CFO & Executive Director  
DIN - 02357354

**Sanjay Kumar Gupta**  
Company Secretary  
FCS - 6923

Place: Kolkata  
Date: 10th August, 2022

**UTKARSH INDIA LIMITED**

**Cash Flow Statement for the year ended 31st March, 2022**  
CIN - U51109WB1995PLC070893



(₹ in Lakh)

| PARTICULARS   | 2021-22           | 2020-21           |
|---|-------------------|-------------------|
| <b>A Cash flows from operating activities</b>                                 |                   |                   |
| Net Profit before tax   | 3,876.92          | 1,952.70          |
| <b>Non- cash adjustment to reconcile profit before tax to be cash flows :</b> |                   |                   |
| Depreciation & amortisation expenses  | 1,381.79          | 1,248.58          |
| Loss /( profit) on sale of Property, plant and equipment                      | 10.03             | 14.82             |
| Interest income   | (197.78)          | (161.94)          |
| Interest expenses   | 4,279.89          | 4,198.57          |
| <b>Operating profit before working capital changes</b>                        | <b>9,350.85</b>   | <b>7,252.73</b>   |
| <b>Movements in working capital:</b>  |                   |                   |
| Increase / ( decrease) in trade payable                                       | 10,367.59         | (3,282.56)        |
| Increase / ( decrease) in short term provisions                               | 39.64             | (4.27)            |
| Increase / ( decrease) in current liabilities                                 | 345.72            | 480.14            |
| Decrease / (increase) in trade receivables                                    | (2,882.11)        | 1,890.72          |
| Decrease / (increase) in inventories  | (9,181.40)        | 1,283.79          |
| Decrease / (increase) in short term loans and advances                        | (683.46)          | 2,071.38          |
| <b>Cash generated from / ( used in) operations</b>                            | <b>7,356.83</b>   | <b>9,691.93</b>   |
| Direct taxes paid (net of refunds)  | (831.77)          | (506.65)          |
| <b>Net cash flow from / (used in) operating activities ( A)</b>               | <b>6,525.06</b>   | <b>9,185.28</b>   |
| <b>B Cash flows from investing activities</b>                                 |                   |                   |
| Purchase of Property, plant and equipment (including CWIP)                    | (2,676.65)        | (1,163.15)        |
| Proceeds from sale of Property, plant and equipment                           | 44.23             | 84.55             |
| Sale /(Purchase) of investments   | (311.57)          | 86.32             |
| Decrease / (increase) in non current long term loans and advances             | (132.29)          | (1,051.41)        |
| Interest received   | 197.78            | 161.94            |
| <b>Net cash flow from / (used in) investing activities ( B)</b>               | <b>(2,878.50)</b> | <b>(1,881.75)</b> |
| <b>C Cash flows from financing activities</b>                                 |                   |                   |
| Proceeds from / (repayment of) long term borrowings (net)                     | 931.03            | 219.74            |
| Proceeds from / (repayment of) short term borrowings (net)                    | (295.01)          | (3,502.74)        |
| Interest paid   | (4,279.89)        | (4,198.57)        |
| <b>Net cash flow from / (used in) in financing activities ( C)</b>            | <b>(3,643.87)</b> | <b>(7,481.57)</b> |
| <b>Net increase / (decrease) in cash and cash equivalents ( A+B+C)</b>        | <b>2.69</b>       | <b>(178.04)</b>   |
| Opening balance of cash and cash equivalents                                  | 65.00             | 243.04            |
| Closing balance of cash and cash equivalents                                  | 67.69             | 65.00             |

As per our report of even date

**For Agarwal Tibrewal & Co.**  
Firm Registration No.: 328977E  
Chartered Accountants

**CA Amit Agarwal**  
Partner  
Membership No. 303411  
UDIN : 22303411AOSYKI7570



Place: Kolkata  
Date: 10th August, 2022

**For & on behalf of the Board**

**Sunil Bansal**  
Chairman & Managing Director  
DIN - 00297336

**Subhash Kumar Saraf**  
CFO & Executive Director  
DIN - 02357354

**Sanjay Kumar Gupta**  
Company Secretary  
FCS - 6923

**UTKARSH INDIA LIMITED****Notes to the financial statements as at and for the year ended 31<sup>st</sup> March, 2022****Corporate information**

Utkarsh India Limited ("the Company") is a public limited Company domiciled in India and incorporated on 5th April, 1995 under the provisions of Companies Act, 1956. The Company is engaged in the manufacturing and selling of Black /G.I. Pipes, Poles, Steel Structure, Metal Beam Crash Barrier, M.S.Wire, Railway Sleepers being its Engineering Products segment and CPVC,UPVC,PVC,SWR Pipes & Fittings, HDPE Pipes being its Polymer segment. The manufacturing units are located at Jangalpur (Howrah) & Gurap (Hooghly) and the Company is selling its product on pan India basis and export to many foreign countries. The Company is also engaged in erection and installation of its product in few cases.

**1. Significant accounting policies****1.1 Basis of preparation**

The financial statements of the Company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The Company has prepared these financial statements to comply with all material aspects with the Accounting Standards as prescribed under Section 133 of the Companies Act, 2013 read with rules 7 of the Companies (Accounts) Rules 2014 and the relevant provisions of Companies Act, 2013 to the extent notified. The financial statements are prepared under the historical cost convention on accrual basis and on the basis of going concern.

The accounting policies adopted in the preparation of financial statements are consistent with those of previous year and changes in accounting policies are separately disclosed.

**1.2 Use of estimates**

The preparation of financial statements is in conformity with generally accepted accounting principles which requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities as at the date of financial statements and the results of operations during the reporting period. Although these estimates are based upon management's evaluation of relevant facts and circumstances as of the date of financial statements, actual results could differ from these estimates.

**1.3 Property, plant and equipment**

Property, plant and equipment are stated at cost of acquisition / construction amounts (Net of GST credit, where ever applicable) less accumulated depreciation amortization and impairment losses except freehold land which is carried at cost. Cost comprises the purchase price, installation and any attributable cost (including borrowing cost, if any) for making the assets ready for its intended use.

Depreciation on property, plant and equipment is provided to the extent of depreciable amount on Straight Line Method (SLM). Depreciation is provided based on useful life of the assets as prescribed in Schedule II of the Companies Act, 2013 and considering the useful lives for computing depreciation specified in part "C" thereof.

Useful lives and residual amounts are reviewed annually.





**UTKARSH INDIA LIMITED****Notes to the financial statements as at and for the year ended 31<sup>st</sup> March, 2022**

Depreciation on additions to property, plant and equipment is provided on a pro-rata basis from the date of ready to use, and in the case of new project the same is provided on pro-rata basis from the date of commencement of commercial production.

Depreciation on assets sold, discarded, demolished or scrapped, is provided up to the date on which the said asset is sold, discarded or scrapped.

In respect of an asset for which impairment loss is recognized, depreciation is provided on the revised carrying amount of the assets over its remaining useful life. Leasehold lands are amortized as per lease agreements.

**1.4 Capital work-in-progress**

Capital work in progress is carried at cost comprising direct cost and preoperative expenditure during construction period to be allocated to the fixed assets on the completion of construction.

**1.5 Intangible assets**

Intangible assets are recognized when it is probable that the future economic benefit that are attributable to the assets will flow to the Company and the cost of the assets can be measured reliably. The depreciable amount of intangible assets is allocated over its estimated useful life. Expenditure on purchased software and IT related expenses are written off over a period of three years.

**1.6 Investments**

Current Investments are stated at lower of cost and market/fair value. Long term investments are stated at cost after deducting provisions for permanent diminution in the value, if any.

**1.7 Inventories**

- a. Raw materials are valued at cost or net realizable value whichever is lower. However, these items are considered to be realizable at cost if the finished products, in which they will be used, are expected to be sold at or above cost. Cost includes the purchase price as well as incidental expenses. The cost in this respect is determined on FIFO basis.
- b. Finished goods, Semi finished are valued at average cost, or on net realizable value whichever is lower. Cost for this purpose includes direct materials, direct labour and appropriate portion of overhead for bringing the inventory to its present location and conditions.
- c. Scraps / rejections are valued at net realizable value.
- d. Stores and spares are valued at cost or net realizable value whichever is lower on FIFO basis. However, these items are considered to be realizable at cost if the finished products, in which they will be used, are expected to be sold at or above cost.



## UTKARSH INDIA LIMITED

### Notes to the financial statements as at and for the year ended 31<sup>st</sup> March, 2022

#### **1.8 Cash & cash equivalents**

Cash and cash equivalents for the purpose of cash flow statement comprise cash in hand, demand deposits with banks and other short-term highly liquid investments/deposits with an original maturity of three months or less.

#### **1.9 Provision for contingent liabilities and contingent assets**

Provisions are recognized in respect of present obligations arising out of past events if it is probable that an outflow of resources will be required to settle the obligation and in respect of which a reliable estimate can be made. Contingent liabilities are the possible obligations of the past events, the existence of which will be confirmed only by the occurrence or non-occurrence of future events. These are not provided for and are shown by way of notes on accounts. Contingent assets are neither recognized nor disclosed in the financial statements.

#### **1.10 Revenue recognition**

Revenue is recognized when the significant risks and rewards of ownership in the goods are transferred to the buyer as per the terms of the contract and are recognized net of trade discounts and rebates. Export sales are recognized on the date of removal of goods from the factory.

Income from services is recognized as the services are rendered to the parties.

Interest income is recognized on a time proportion basis taking into account the amount outstanding and rate applicable.

Dividend income is recognized when the right to receive the dividend is established.

#### **1.11 Government grants**

Government grants/ subsidies are recognized when there is reasonable certainty that the same will be received. Revenue grants are recognized in the Profit and Loss Account either as income or deducted from related expenses.

#### **1.12 Employee benefits**

##### **i) Defined contribution plan**

The Company makes contribution towards Provident Fund and Employees State Insurance scheme under a defined contribution retirement benefit plan for qualifying employees. Under the said scheme the Company is required to contribute a specific percentage of pay roll costs in respect of eligible employees. The contribution is recognized during the period in which the employee renders service.



**Notes to the financial statements as at and for the year ended 31<sup>st</sup> March, 2022****ii) Defined benefit plan**

The Company makes annual contribution of Gratuity to LIC Gratuity Fund, a scheme created for the purpose for qualifying employees. The scheme provides for a lump sum payment to vested employees upon retirement, death while in employment or on termination of employment of an amount equivalent to 15 days salary payable for each completed year of service. Vesting occurs upon completion of 5 years of continuous service. The cost of providing benefit is determined using projected unit credit method with actuarial valuation being carried out at each balance sheet date. Actuarial gains and losses are recognized in full during the period in which they occur.

**iii) Short term employees benefits**

The undiscounted amount of short term employee benefit expected to be paid in exchange for the services rendered by employee are recognized during the period when the employee renders the service. This benefit includes salary, wages, and bonus and leave encashment.

**1.13 Foreign exchange transactions**

- i) Transactions denominated in foreign currencies are recorded at the exchange rate prevailing at the time of the transaction.
- ii) Monetary items denominated in foreign currencies at the year end are restated at year end rates. In case of monetary items which are covered by forward exchange contracts, the difference between the year end rate and the rate on the date of the contract, is recognized as exchange difference and the premium paid on the forward contracts is recognized over the life of the contract. Exchange differences arising on settlement /restatement of foreign currency monetary assets and liabilities of the Company are recognized as income or expenses in the Statement of Profit and Loss.

**1.14 Taxation**

Provision for tax is made for both current and deferred taxes. Current Tax is provided on the taxable income using the applicable tax rates and tax laws.

Deferred tax assets and liabilities arising on account of timing difference and which are capable of reversal in subsequent periods, are recognized using the tax rates and tax law that have been enacted or substantially enacted as on the balance sheet date.

Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

Minimum Alternate Tax (MAT) paid in the year is charged to the statement of profit and loss as current tax. The Company recognizes MAT credit available as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. The Company reviews the carrying amount of MAT at each reporting date and writes down MAT credit entitlement to the extent there is no longer convincing evidence to the effect that the Company will pay normal income tax during the specified period.



**UTKARSH INDIA LIMITED****Notes to the financial statements as at and for the year ended 31<sup>st</sup> March, 2022****1.15 Impairment of assets**

In accordance with AS-28 on "Impairment of Assets", where there is an indication of an impairment of the Company's assets related to cash generating units, the carrying amount of such assets are reviewed at each Balance Sheet to determine whether there is any impairment. The recoverable amount of such assets is estimated on the higher of its net selling price and its value in use. An impairment loss is recognized whenever the carrying amount of such assets exceeds its recoverable amount. Impairment Loss is recognized in Profit & Loss Account.

**1.16 Borrowing costs**

Borrowing costs that are attributable to the acquisition, construction or production of a qualifying asset is capitalized as part of cost of such asset till such time the asset is ready for its intended use. A qualifying asset is an asset that necessarily requires a substantial period of time to get ready for its intended use. All other borrowing costs are recognized as expense in the period in which they are incurred. Borrowing cost includes exchange differences arising from foreign currency borrowings to the extent that they are regarded as adjustment to the interest cost.

**1.17 Expenditure during construction period**

In case of new projects and substantial expansion of existing units, expenditure incurred including attributable interest and financing costs, prior to commencement of commercial production/completion of projects are capitalized.

**1.18 Earnings per share**

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

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



**UTKARSH INDIA LIMITED**

CIN - U51109WB1995PLC070893



Notes to financial statements as at and for the year ended 31st March, 2022

(₹ in Lakh)

| 2.1 - Share Capital   | As at 31.03.2022 | As at 31.03.2021 |
|---|------------------|------------------|
| <b>Authorised</b><br>2,00,00,000 (P.Y. 2,00,00,000) Equity shares of ₹ 10/- each                                      | <b>2,000.00</b>  | <b>2,000.00</b>  |
| <b>Issued, subscribed &amp; paid -up</b><br>1,78,70,500 (P.Y. 1,78,70,500) Equity shares of ₹ 10/- each fully paid up | 1,787.05         | 1,787.05         |
|   | <b>1,787.05</b>  | <b>1,787.05</b>  |

**a) Terms/ rights attached to equity shares**

The Company has only one class of equity shares having a par value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per 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.

**b) Reconciliation of no. of shares outstanding at the beginning and at the end of the reporting period**

|                                    | As at 31.03.2022   | As at 31.03.2021   |
|------------------------------------|--------------------|--------------------|
|                                    | No. of shares      | No. of shares      |
| Equity shares                      |                    |                    |
| At the beginning of the year       | 1,78,70,500        | 1,78,70,500        |
| Issued during the year             | -                  | -                  |
| Outstanding at the end of the year | <b>1,78,70,500</b> | <b>1,78,70,500</b> |

**c) Details of Shareholders holding more than 5% of equity shares in the Company**

| Name of Shareholders                       | As at 31.03.2022          | As at 31.03.2021          |
|--|---------------------------|---------------------------|
|  | No. of Shares (% holding) | No. of Shares (% holding) |
| Utkarsh Metal Industries Private Limited * | 37,73,400 (21.12%)        | 2,85,000 (1.59%)          |
| Sunil Bansal                               | 23,84,825 (13.35%)        | 23,84,825 (13.35%)        |
| Dover Tie-Up Private Limited               | 17,82,000 (9.97%)         | 17,82,000 (9.97%)         |
| Precot Dealcomm Private Limited            | 17,01,000 (9.52%)         | 17,01,000 (9.52%)         |
| Majestic Barter Private Limited *          | -                         | 16,00,000 (8.95%)         |
| Wise Dealcom Private Limited               | 15,09,000 (8.44%)         | 15,09,000 (8.44%)         |
| Bansal Poles Limited                       | 14,75,000 (8.25%)         | 14,75,000 (8.25%)         |
| Utkarsh Bansal                             | 11,28,175 (6.31%)         | 11,28,175 (6.31%)         |
| Yamunotry Vyapaar Private Limited *        | -                         | 9,10,000 (5.09%)          |

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

\* As per the Order dated 20.12.2021 of Hon'ble NCLT, Kolkata Bench, the Scheme of Amalgamation of Majestic Barter Private Limited, Yamunotry Vyapaar Private Limited & others has been sanctioned with Utkarsh Metal Industries Private Limited w.e.f. 01.04.2020.

**d) Shares held by promoters at the end of the year**

| Name of promoters                               | As at 31.03.2022          | As at 31.03.2021          |
|---|---------------------------|---------------------------|
|   | No. of Shares (% holding) | No. of Shares (% holding) |
| Sunil Bansal                                    | 23,84,825 (13.35%)        | 23,84,825 (13.35%)        |
| Utkarsh Bansal                                  | 11,28,175 (6.31%)         | 11,28,175 (6.31%)         |
| Shreya Bansal                                   | 1,87,500 (1.05%)          | 1,87,500 (1.05%)          |
| Sunil Bansal as Karta of Sunil Kumar Bansal HUF | 14,000 (0.08%)            | 14,000 (0.08%)            |



**UTKARSH INDIA LIMITED**

CIN - U51109WB1995PLC070893



Notes to financial statements as at and for the year ended 31st March, 2022

(₹ in Lakh)

| <b>2.2 - Reserves &amp; surplus</b>                       | <b>As at 31.03.2022</b> | <b>As at 31.03.2021</b> |
|---|-------------------------|-------------------------|
| <b><u>General reserve</u></b>                             |                         |                         |
| Balance as per last account                               | 2736.29                 | 2,411.29                |
| Addition during the year                                  | 570.00                  | 325.00                  |
| Closing balance   | <b>3306.29</b>          | <b>2,736.29</b>         |
| <b><u>Securities premium reserve</u></b>                  |                         |                         |
| Balance as per the last financial statement               | 5,052.30                | 5,052.30                |
| Addition during the year                                  | -                       | -                       |
| Closing balance   | <b>5,052.30</b>         | <b>5,052.30</b>         |
| <b><u>Amalgamation reserve</u></b>                        |                         |                         |
| As per last account                                       | 614.21                  | 614.21                  |
|   | <b>614.21</b>           | <b>614.21</b>           |
| <b><u>Surplus as per Statement of Profit and Loss</u></b> |                         |                         |
| Balance as per the last financial statements              | 11,134.68               | 10,071.00               |
| Profit for the year                                       | 2,860.26                | 1,388.68                |
|   | 13,994.94               | 11,459.68               |
| Less : Appropriation                                      |                         |                         |
| Transferred to general reserve                            | 570.00                  | 325.00                  |
| Net Surplus in the Statement of Profit and Loss           | <b>13,424.94</b>        | <b>11,134.68</b>        |
|   |                         |                         |
|   | <b>22,397.74</b>        | <b>19,537.48</b>        |



**UTKARSH INDIA LIMITED**

CIN - U51109WB1995PLC070893

**Notes to financial statements as at and for the year ended 31st March, 2022**

(₹ in Lakh)

| <b>2.3 - Long term borrowings</b>                | <b>As at 31.03.2022</b> | <b>As at 31.03.2021</b> |
|--|-------------------------|-------------------------|
| <b>Term loans</b>                                |                         |                         |
| Rupee loan from banks (secured)                  | 3,331.33                | 4,559.63                |
| Rupee loan from a body corporate (secured)       | 1,833.35                | 1,845.64                |
| Working capital term loan from banks (secured)   | 4,309.38                | 2,700.09                |
| <b>Loans and advances (unsecured)</b>            |                         |                         |
| Unsecured loan                                   | 4,836.52                | 4,791.35                |
| <b>Hire purchase finance</b>                     |                         |                         |
| From banks (secured)                             | 99.69                   | 87.61                   |
| From a body corporate (secured)                  | 96.53                   | 62.19                   |
|  | <b>14,506.80</b>        | <b>14,046.51</b>        |
| Less: Current maturities of long term borrowings | 2,700.35                | 3,171.09                |
|  | <b>11,806.45</b>        | <b>10,875.42</b>        |

- Rupee term loan of Rs. 1,387.25 Lakh from a bank is repayable in 11 equal quarterly installments ending December 2025.
- Rupee term loan of Rs. 78.52 Lakh from a bank is repayable in further 2 equal quarterly installments ending September 2023.
- Rupee term loan of Rs. 1.43 Lakh from a bank is repayable in 1 installment.
- Rupee term loan of Rs. 565.93 Lakh from a bank is repayable in further 4 equal quarterly installments ending March 2023.
- Rupee term loan of Rs. 500.00 Lakh from a body corporate is repayable in 20 equal quarterly installment ending March 2027.
- Rupee term loan of Rs. 1,333.35 Lakh from a body corporate is repayable in further 12 unequal quarterly installments ending March 2025.
- Rupee term loans of Rs. 2,033.13 Lakh from banks & Rs. 1,833.35 Lakh from a body corporate are secured by pari passu first charge on fixed assets of the Company situated at Jalan Industrial Complex, Village - Jangalpur, P.S. - Andul Mouri, Dist - Howrah, W.B. & at N.H.-2, Durgapur Express Way, P.O./P.S. Gurap, Dist - Hooghly, W.B. (excluding assets acquired on H.P basis) and by pari passu second charge on stocks, book debts & other current assets of the company.
- Working capital term loan of Rs. 4,309.38 Lakh from banks shall rank on second charge basis with the existing credit facilities in respect of underlying security as well as cash flows for repayment.
- Rupee term loan of Rs. 349.05 Lakh from a bank is repayable in 49 equal monthly installments ending April 2026 and is secured by first charge on the immovable property situated at "Arrjavn Square, 95A, Elliot Road, Kolkata - 700016".
- Rupee term loan of Rs. 142.48 Lakh from a bank is repayable in 42 equal monthly installments ending September 2025 and is secured by first charge on the immovable property situated at "Arrjavn Square, 95A, Elliot Road, Kolkata - 700016".
- Rupee term loan of Rs. 93.29 Lakh from a bank is repayable in 78 equal monthly installments ending September 2028 and is secured by first charge on the immovable property situated at "Arrjavn Square, 95A, Elliot Road, Kolkata - 700016".
- Rupee term loan of Rs. 166.72 Lakh from a bank is repayable in 79 equal monthly installments ending October 2028 and is secured by first charge on the immovable property situated at "Arrjavn Square, 95A, Elliot Road, Kolkata - 700016".
- Rupee term loan of Rs. 337.94 Lakh from a bank is repayable in 178 equal monthly installments ending January 2037 and is secured by first charge on the immovable property situated at "Arrjavn Square, 95A, Elliot Road, Kolkata - 700016".
- Rupee term loan of Rs. 208.72 Lakh from a bank is repayable in 178 equal monthly installments ending January 2037 and is secured by first charge on the immovable property situated at "Arrjavn Square, 95A, Elliot Road, Kolkata - 700016".
- Rupee term loans are also secured by personal guarantee of a director of the Company.
- Hire purchase finance from banks is secured against hypothecation of vehicles and is repayable within three to four years having varying dates of payment.
- The Company does not have any continuing defaults in repayment of loans and interest as at reporting period.



**UTKARSH INDIA LIMITED**

CIN - U51109WB1995PLC070893



Notes to financial statements as at and for the year ended 31st March, 2022

(₹ in Lakh)

| <b>2.4 - Deferred tax liability</b> | <b>As at 31.03.2022</b> | <b>As at 31.03.2021</b> |
|-------------------------------------|-------------------------|-------------------------|
| <b>Deferred tax liabilities :</b>   |                         |                         |
| On account of depreciation          | 1,439.43                | 1,427.97                |
|                                     | <b>1,439.43</b>         | <b>1,427.97</b>         |

(₹ in Lakh)

| <b>2.5 - Other non current liabilities</b> | <b>As at 31.03.2022</b> | <b>As at 31.03.2021</b> |
|--|-------------------------|-------------------------|
| Security deposit                           | 1.00                    | 1.00                    |
|  | <b>1.00</b>             | <b>1.00</b>             |

(₹ in Lakh)

| <b>2.6 - Short term borrowings</b>                     | <b>As at 31.03.2022</b> | <b>As at 31.03.2021</b> |
|--|-------------------------|-------------------------|
| <b>Working capital facilities from banks (secured)</b> |                         |                         |
| - Cash credit  | 14,053.22               | 14,957.13               |
| - FCNRB  | 608.90                  | -                       |
|  | <b>14,662.12</b>        | <b>14,957.13</b>        |

Working Capital facilities from banks are secured by pari passu first charge on stocks, book debts and other current assets of the company and pari passu second charge on fixed assets of the company situated at Jalan Industrial Complex, Village - Jangalpur, P.S. - Andul Mouri, Dist - Howrah, W.B. and at N.H.-2, Durgapur Express Way, P.O. & P.S. Gurap, Dist - Hooghly, W.B. (excluding assets acquired on H.P. basis). Further the same has been guaranteed by a director of the Company and is repayable on demand.





**UTKARSH INDIA LIMITED**

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Notes to financial statements as at and for the year ended 31st March, 2022

(₹ in Lakh)

| <b>2.7 - Trade payables</b>          | <b>As at 31.03.2022</b> | <b>As at 31.03.2021</b> |
|--------------------------------------|-------------------------|-------------------------|
| Micro, small and medium enterprises* | -                       | -                       |
| Others                               | 21,626.96               | 11,259.37               |
| <b>* Refer note -2.37</b>            | <b>21,626.96</b>        | <b>11,259.37</b>        |

**2.7A - Trade payables due for payment ageing schedule**

(₹ in Lakh)

| Particulars                 | Outstanding for following periods from due date of payment |                   |                   |                   |                          |
|-----------------------------|--|-------------------|-------------------|-------------------|--------------------------|
|                             | Less than 1 year   | 1 year to 2 years | 2 year to 3 years | More that 3 years | Total                    |
| (i) MSME                    | -  | -                 | -                 | -                 | -                        |
| (ii) Others                 | 21,626.96<br>(11,259.37)                                   | -                 | -                 | -                 | 21,626.96<br>(11,259.37) |
| (iii) Disputed dues – MSME  | -  | -                 | -                 | -                 | -                        |
| (iv) Disputed dues – Others | -  | -                 | -                 | -                 | -                        |
| <b>Total</b>                | <b>21,626.96</b>   | <b>-</b>          | <b>-</b>          | <b>-</b>          | <b>21,626.96</b>         |
| <b>Total</b>                | <b>(11,259.37)</b>   | <b>-</b>          | <b>-</b>          | <b>-</b>          | <b>(11,259.37)</b>       |

Note : Figures in bracket are related to previous year



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(₹ in Lakh)

| <b>2.8 - Other current liabilities</b>     | <b>As at 31.03.2022</b> | <b>As at 31.03.2021</b> |
|--|-------------------------|-------------------------|
| Current maturities of long-term borrowings | 2,700.35                | 3,171.09                |
| <b>Other payables</b>                      |                         |                         |
| Statutory liabilities                      | 197.54                  | 342.63                  |
| Creditors for expenses                     | 1,535.32                | 1,061.88                |
| Sundry creditors for capital goods         | 91.70                   | 63.63                   |
| Advance from customers                     | 1,175.93                | 715.89                  |
|  | <b>5,700.84</b>         | <b>5,355.12</b>         |

(₹ in Lakh)

| <b>2.9 - Short term provisions</b>         | <b>As at 31.03.2022</b> | <b>As at 31.03.2021</b> |
|--|-------------------------|-------------------------|
| Provision for taxation, net of advance tax | 451.48                  | 278.05                  |
| Provision for bonus                        | 55.37                   | 28.51                   |
| Provision for leave encashment             | 29.90                   | 17.12                   |
|  | <b>536.75</b>           | <b>323.68</b>           |

(₹ in Lakh)

| <b>2.11 - Non current investment</b>  | <b>As at 31.03.2022</b> | <b>As at 31.03.2021</b> |
|---|-------------------------|-------------------------|
| <b>Long term investment (at cost)</b>   |                         |                         |
| Other than trade  |                         |                         |
| Investment in mutual fund*  |                         |                         |
| - Baroda Pioneer Banking and Financial Services Fund - Dividend<br>(Quoted fully paid up face value Rs. 10 each for units 99,985) | 10.00                   | 10.00                   |
| Bullions  | 47.89                   | 47.89                   |
|   | <b>57.89</b>            | <b>57.89</b>            |

\* Market value as on 31st March 2022 Rs. 16.44 lakh (P.Y. Rs. 17.11 lakh)

(₹ in Lakh)

| <b>2.12 - Long term loans and advances</b> | <b>As at 31.03.2022</b> | <b>As at 31.03.2021</b> |
|--|-------------------------|-------------------------|
| <b>Capital advances</b>                    |                         |                         |
| Unsecured, considered good                 | 141.51                  | 193.23                  |
| <b>Security deposits</b>                   |                         |                         |
| Unsecured, considered good                 | 1,172.66                | 988.65                  |
|  | <b>1,314.17</b>         | <b>1,181.88</b>         |

(₹ in Lakh)

| <b>2.13 - Inventories</b>                          | <b>As at 31.03.2022</b> | <b>As at 31.03.2021</b> |
|--|-------------------------|-------------------------|
| (As taken, valued and certified by the management) |                         |                         |
| Raw materials                                      | 12,561.72               | 7,879.08                |
| Work-in-progress                                   | 7,165.95                | 8,880.33                |
| Finished goods                                     | 15,141.45               | 9,090.60                |
| Consumable, stores & spares parts                  | 1,048.42                | 886.13                  |
|  | <b>35,917.54</b>        | <b>26,736.14</b>        |



Notes to financial statements as at and for the year ended 31st March, 2022

(₹ in Lakh)

| Note   | Description                       | Gross Block         |                 |                         | Depreciation & Amortisation |                    |                 | Net Block              |                    |                     |                     |
|--------|-----------------------------------|---------------------|-----------------|-------------------------|-----------------------------|--------------------|-----------------|------------------------|--------------------|---------------------|---------------------|
|        |                                   | As at<br>01.04.2021 | Additions       | (Sales)<br>/Adjustments | As at<br>31.03.2022         | Upto<br>31.03.2021 | For the Year    | Sales /<br>Adjustments | Upto<br>31.03.2022 | As at<br>31.03.2022 | As at<br>31.03.2021 |
| 2.10 A | Property, plant and equipment     |                     |                 |                         |                             |                    |                 |                        |                    |                     |                     |
|        | Freehold Land & Land Development  | 2,964.92            | 112.00          | -                       | 3,076.92                    | -                  | -               | -                      | -                  | 3,076.92            | 2,964.92            |
|        | Leasehold Land & Land Development | 1,004.49            | 66.20           | -                       | 1,070.69                    | 56.07              | 39.66           | -                      | 95.73              | 974.96              | 948.42              |
|        | Office Building                   | 1,458.28            | -               | -                       | 1,458.28                    | 86.04              | 23.09           | -                      | 109.13             | 1,349.15            | 1,372.24            |
|        | Factory Shed & Building           | 8,139.81            | 752.95          | -                       | 8,892.76                    | 1,319.70           | 281.60          | -                      | 1,601.30           | 7,291.46            | 6,820.11            |
|        | Approach / Internal Road          | 30.00               | -               | -                       | 30.00                       | 28.50              | -               | -                      | 28.50              | 1.50                | 1.50                |
|        | Computer & Printer                | 142.48              | 15.83           | -                       | 158.31                      | 120.94             | 11.12           | -                      | 132.06             | 26.25               | 21.54               |
|        | Electrical Installation           | 827.72              | 241.43          | -                       | 1,069.15                    | 380.14             | 82.93           | -                      | 463.07             | 606.08              | 447.58              |
|        | Plant & Machinery                 | 12,392.42           | 746.24          | -                       | 13,138.66                   | 5,996.85           | 760.35          | -                      | 6,757.20           | 6,381.46            | 6,395.57            |
|        | Furniture & Fixture               | 304.08              | 265.88          | -                       | 569.96                      | 117.42             | 49.25           | -                      | 166.67             | 403.29              | 186.66              |
|        | Office Equipment                  | 204.39              | 56.60           | -                       | 260.99                      | 127.83             | 35.08           | -                      | 162.91             | 98.08               | 76.56               |
|        | Vehicles                          | 718.47              | 150.40          | (157.33)                | 711.54                      | 355.56             | 92.00           | (103.06)               | 344.50             | 367.04              | 362.91              |
|        | <b>Sub Total (A)</b>              | <b>28,187.06</b>    | <b>2,407.53</b> | <b>(157.33)</b>         | <b>30,437.26</b>            | <b>8,589.05</b>    | <b>1,375.08</b> | <b>(103.06)</b>        | <b>9,861.07</b>    | <b>20,576.19</b>    | <b>19,598.01</b>    |
| 2.10 B | INTANGIBLE ASSETS                 |                     |                 |                         |                             |                    |                 |                        |                    |                     |                     |
|        | Computer Software                 | 113.64              | 5.43            | -                       | 119.07                      | 101.11             | 6.71            | -                      | 107.82             | 11.25               | 12.53               |
|        | <b>Sub Total (B)</b>              | <b>113.64</b>       | <b>5.43</b>     | <b>-</b>                | <b>119.07</b>               | <b>101.11</b>      | <b>6.71</b>     | <b>-</b>               | <b>107.82</b>      | <b>11.25</b>        | <b>12.53</b>        |
|        | <b>Total All Assets (A+B)</b>     | <b>28,300.70</b>    | <b>2,412.96</b> | <b>(157.33)</b>         | <b>30,556.33</b>            | <b>8,690.16</b>    | <b>1,381.79</b> | <b>(103.06)</b>        | <b>9,968.89</b>    | <b>20,587.44</b>    | <b>19,610.54</b>    |



Notes to financial statements as at and for the year ended (Previous year)

(₹ in Lakh)

| Note   | Description                       | Gross Block         |                 |                         | Depreciation & Amortisation |                    |                | Net Block              |                    |                     |                     |
|--------|-----------------------------------|---------------------|-----------------|-------------------------|-----------------------------|--------------------|----------------|------------------------|--------------------|---------------------|---------------------|
|        |                                   | As at<br>01.04.2020 | Additions       | (Sales)<br>/Adjustments | As at<br>31.03.2021         | Upto<br>31.03.2020 | For the Year   | Sales /<br>Adjustments | Upto<br>31.03.2021 | As at<br>31.03.2021 | As at<br>31.03.2020 |
| 2.10 A | Property, plant and equipment     |                     |                 |                         |                             |                    |                |                        |                    |                     |                     |
|        | Freehold Land & Land Development  | 2,856.45            | 108.47          | -                       | 2,964.92                    | -                  | -              | -                      | -                  | 2,964.92            | 2,856.45            |
|        | Leasehold Land & Land Development | 1,004.49            | -               | -                       | 1,004.49                    | 8.17               | -              | 56.07                  | 948.42             | 948.42              | 956.59              |
|        | Office Building                   | 1,458.28            | -               | -                       | 1,458.28                    | 23.09              | -              | 86.04                  | 1,372.24           | 1,372.24            | 1,395.33            |
|        | Factory Shed & Building           | 7,554.86            | 704.65          | (119.70)                | 8,139.81                    | 239.57             | (54.80)        | 1,319.70               | 6,820.11           | 6,820.11            | 6,419.93            |
|        | Approach / Internal Road          | 30.00               | -               | -                       | 30.00                       | -                  | -              | 28.50                  | 1.50               | 1.50                | 1.50                |
|        | Computer & Printer                | 136.69              | 5.79            | -                       | 142.48                      | 7.68               | -              | 120.94                 | 21.54              | 21.54               | 23.43               |
|        | Electrical Installation           | 537.94              | 289.78          | -                       | 827.72                      | 55.19              | -              | 380.14                 | 447.58             | 447.58              | 212.99              |
|        | Plant & Machinery                 | 12,157.36           | 235.06          | -                       | 12,392.42                   | 787.08             | -              | 5,996.85               | 6,395.57           | 6,395.57            | 6,947.59            |
|        | Furniture & Fixture               | 266.70              | 37.38           | -                       | 304.08                      | 20.92              | -              | 117.42                 | 186.66             | 186.66              | 170.20              |
|        | Office Equipment                  | 186.79              | 17.60           | -                       | 204.39                      | 24.80              | -              | 127.83                 | 76.56              | 76.56               | 83.76               |
|        | Vehicles                          | 687.20              | 87.08           | (55.81)                 | 718.47                      | 76.95              | (21.34)        | 355.56                 | 362.91             | 362.91              | 387.25              |
|        | <b>Sub Total (A)</b>              | <b>26,876.76</b>    | <b>1,485.81</b> | <b>(175.51)</b>         | <b>28,187.06</b>            | <b>1,243.45</b>    | <b>(76.14)</b> | <b>8,589.05</b>        | <b>19,598.01</b>   | <b>19,598.01</b>    | <b>19,455.02</b>    |
| 2.10 B | INTANGIBLE ASSETS                 |                     |                 |                         |                             |                    |                |                        |                    |                     |                     |
|        | Computer Software                 | 104.38              | 9.26            | -                       | 113.64                      | 5.13               | -              | 101.11                 | 12.53              | 12.53               | 8.40                |
|        | <b>Sub Total (B)</b>              | <b>104.38</b>       | <b>9.26</b>     | <b>-</b>                | <b>113.64</b>               | <b>5.13</b>        | <b>-</b>       | <b>101.11</b>          | <b>12.53</b>       | <b>12.53</b>        | <b>8.40</b>         |
|        | <b>Total All Assets (A+B)</b>     | <b>26,981.14</b>    | <b>1,495.07</b> | <b>(175.51)</b>         | <b>28,300.70</b>            | <b>1,248.58</b>    | <b>(76.14)</b> | <b>8,690.16</b>        | <b>19,610.54</b>   | <b>19,610.54</b>    | <b>19,463.42</b>    |



**Notes to financial statements as at and for the year ended 31st March, 2022**

**2.10**

**2.10C Capital Work in Progress**

(₹ in Lakh)

| <b>Particulars</b>                    | <b>As at 31.03.2022</b> | <b>As at 31.03.2021</b> |
|---------------------------------------|-------------------------|-------------------------|
| <b>Projects work in progress</b>      |                         |                         |
| - Less than 1 year                    | 296.70                  | 33.00                   |
| - 1 year to 2 years                   | -                       | -                       |
| - 2 year to 3 years                   | -                       | -                       |
| - More that 3 years                   | -                       | -                       |
| <b>Total</b>                          | <b>296.70</b>           | <b>33.00</b>            |
| <b>Projects temporarily suspended</b> |                         |                         |
| - Less than 1 year                    | -                       | -                       |
| - 1 year to 2 years                   | -                       | -                       |
| - 2 year to 3 years                   | -                       | -                       |
| - More that 3 years                   | -                       | -                       |
| <b>Total</b>                          | <b>-</b>                | <b>-</b>                |



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Notes to financial statements as at and for the year ended 31st March, 2022

(₹ in Lakh)

| 2.14 - Trade receivables          | As at 31.03.2022 | As at 31.03.2021 |
|-----------------------------------|------------------|------------------|
| <b>Unsecured, considered good</b> |                  |                  |
| Over six months                   | 1,169.72         | 1,216.09         |
| Other debts                       | 16,992.75        | 14,064.27        |
|                                   | <b>18,162.47</b> | <b>15,280.36</b> |

**2.14A - Trade receivables ageing schedule**

(₹ in Lakh)

| Particulars                      | Outstanding for following periods from due date of payment |                                      |                          |                      |                      | Total                                  |
|----------------------------------|--|--------------------------------------|--------------------------|----------------------|----------------------|--|
|                                  | Less than 6 months   | 6 months to 1 year                   | 1 year to 2 years        | 2 year to 3 years    | More that 3 years    |  |
| Undisputed – considered good     | 16,992.75<br>(14,064.27)                                   | 1,061.12<br>(1,178.47)               | -<br>-                   | -<br>-               | -<br>-               | 18,053.87<br>(15,242.74)               |
| Undisputed – considered doubtful | -<br>-   | -<br>-                               | -<br>-                   | -<br>-               | -<br>-               | -<br>-                                 |
| Disputed – considered good       | -<br>-   | 70.98<br>(37.62)                     | 37.62                    | -<br>-               | -<br>-               | 108.60<br>(37.62)                      |
| Disputed – considered doubtful   | -<br>-   | -<br>-                               | -<br>-                   | -<br>-               | -<br>-               | -<br>-                                 |
| <b>Total</b>                     | <b>16,992.75</b><br><b>(14,064.27)</b>                     | <b>1,132.10</b><br><b>(1,216.09)</b> | <b>37.62</b><br><b>-</b> | <b>-</b><br><b>-</b> | <b>-</b><br><b>-</b> | <b>18,162.47</b><br><b>(15,280.36)</b> |

Note : Figures in bracket are related to previous year

(₹ in Lakh)

| 2.15 - Cash & cash equivalents   | As at 31.03.2022 | As at 31.03.2021 |
|--|------------------|------------------|
| <b>Cash on hand</b> (As certified by the management)                     | 2.60             | 6.58             |
| <b>Balances with banks:</b>  |                  |                  |
| In Current accounts  | 65.09            | 58.42            |
| <b>Other bank balances</b>   |                  |                  |
| In Margin money with maturity more than 3 months but less than 12 months | 1,964.75         | 1,653.18         |
|  | <b>2,032.44</b>  | <b>1,718.18</b>  |

(₹ in Lakh)

| 2.16 - Short term loans and advances                    | As at 31.03.2022 | As at 31.03.2021 |
|---|------------------|------------------|
| <b>Unsecured, considered good</b>                       |                  |                  |
| Advances to suppliers                                   | 192.96           | 364.87           |
| Balances with / receivables from Government authorities | 732.55           | 87.42            |
| Deposits  | 447.64           | 350.01           |
| Others  | 216.54           | 103.93           |
|   | <b>1,589.69</b>  | <b>906.23</b>    |



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**Notes to financial statements as at and for the year ended 31st March, 2022**

(₹ in Lakh)

| <b>2.17 - Revenue from operations</b>                               | <b>2021-22</b>     | <b>2020-21</b>   |
|---|--------------------|------------------|
| Sale of products (net of returns)                                   | 1,46,478.76        | 89,659.13        |
| Income from services  | 49.05              | 75.83            |
| Other operating revenue *   | 4,296.68           | 2,783.65         |
|   | <b>1,50,824.49</b> | <b>92,518.61</b> |
| * includes Scrap sale of Rs. 4,240.74 lakh (P.Y. Rs. 2,668.78 lakh) |                    |                  |
| <b>Details of sale of products</b>                                  |                    |                  |
| <b>Finished goods</b>   |                    |                  |
| Engineering products  | 1,30,163.23        | 75,172.08        |
| Polymer products  | 16,315.53          | 14,487.05        |
|   | <b>1,46,478.76</b> | <b>89,659.13</b> |

(₹ in Lakh)

| <b>2.18 - Other income</b> | <b>2021-22</b> | <b>2020-21</b> |
|----------------------------|----------------|----------------|
| Interest                   | 197.78         | 161.94         |
| Miscellaneous income       | 16.56          | 15.63          |
|                            | <b>214.34</b>  | <b>177.57</b>  |

(₹ in Lakh)

| <b>2.19 - Cost of materials consumed</b> | <b>2021-22</b>     | <b>2020-21</b>   |
|--|--------------------|------------------|
| Inventory at the beginning of the year   | 7,879.08           | 10,388.37        |
| Add: Purchases                           | 1,31,000.29        | 67,830.99        |
|  | <b>1,38,879.37</b> | <b>78,219.36</b> |
| Less: Inventory at the close of the year | 12,561.72          | 7,879.08         |
|  | <b>1,26,317.65</b> | <b>70,340.28</b> |

(₹ in Lakh)

| <b>2.19A - Details of raw materials consumed</b> | <b>2021-22</b>     | <b>2020-21</b>   |
|--|--------------------|------------------|
| <b>Particulars</b>                               |                    |                  |
| H.R. Coil  | 86,858.47          | 38,909.65        |
| Zinc Ingot                                       | 17,663.53          | 8,503.58         |
| PVC Resin  | 9,079.89           | 5,552.28         |
| Others   | 12,715.76          | 17,374.77        |
|  | <b>1,26,317.65</b> | <b>70,340.28</b> |

(₹ in Lakh)

| <b>2.20 - Changes in inventories of finished goods and work-in-progress</b> | <b>2021-22</b>    | <b>2020-21</b>    |
|---|-------------------|-------------------|
| <b>Closing stock</b>  |                   |                   |
| Work-in-progress  | 7,165.95          | 8,880.33          |
| Finished goods  | 15,141.45         | 9,090.60          |
|   | <b>22,307.40</b>  | <b>17,970.93</b>  |
| <b>Opening stock</b>  |                   |                   |
| Work-in-progress  | 8,880.33          | 5,528.39          |
| Finished goods  | 9,090.60          | 11,332.87         |
|   | <b>17,970.93</b>  | <b>16,861.26</b>  |
|   | <b>(4,336.47)</b> | <b>(1,109.67)</b> |

(₹ in Lakh)

| <b>2.21 - Employee benefits expenses</b>  | <b>2021-22</b>  | <b>2020-21</b>  |
|---|-----------------|-----------------|
| Directors remuneration                    | 362.58          | 327.18          |
| Salaries and wages                        | 2,113.72        | 1,891.12        |
| Contribution to provident and other funds | 111.37          | 105.28          |
| Staff welfare expenses                    | 75.21           | 52.85           |
|   | <b>2,662.88</b> | <b>2,376.43</b> |



Notes to financial statements as at and for the year ended 31st March, 2022

(₹ in Lakh)

| 2.22 - Finance cost  | 2021-22         | 2020-21         |
|----------------------|-----------------|-----------------|
| Interest expenses    |                 |                 |
| - On fixed loans     | 793.35          | 811.49          |
| - Others             | 3,175.26        | 3,196.22        |
| Other borrowing cost | 311.28          | 190.86          |
|                      | <b>4,279.89</b> | <b>4,198.57</b> |

(₹ in Lakh)

| 2.23 - Other expenses                               | 2021-22          | 2020-21          |
|---|------------------|------------------|
| <b>Manufacturing &amp; operating expenses</b>       |                  |                  |
| Consumption of stores & spares                      | 4,979.44         | 3,251.15         |
| Power & fuel  | 1,416.86         | 1,252.61         |
| Carriage inward                                     | 556.19           | 335.90           |
| Insurance charges                                   | 68.65            | 92.21            |
| Labour charges                                      | 3,045.31         | 2,649.20         |
| Loading & unloading Charges                         | 171.90           | 121.21           |
| Rates & taxes                                       | 54.41            | 262.76           |
| Handling charges                                    | 542.40           | 435.79           |
| Repairs & maintenance                               |                  |                  |
| - Building  | 59.47            | 34.87            |
| - Plant & machinery                                 | 60.37            | 41.85            |
| - Others  | 77.79            | 79.19            |
| Security charges                                    | 279.76           | 249.73           |
| Other manufacturing / operating expenses            | 85.84            | 89.16            |
|   | <b>11,398.39</b> | <b>8,895.63</b>  |
| <b>Administrative, selling &amp; other expenses</b> |                  |                  |
| Advertisement                                       | 122.38           | 190.21           |
| Brokerage & commission                              | 411.43           | 519.64           |
| Carriage outward                                    | 1,633.92         | 1,223.35         |
| Clearing & forwarding charges                       | 169.65           | 200.81           |
| Consultancy charges                                 | 106.60           | 138.04           |
| Legal & professional fees                           | 198.39           | 214.34           |
| Ocean freight                                       | 724.00           | 392.01           |
| Postage, telegram & telephone                       | 29.08            | 27.31            |
| Travelling & conveyance                             | 362.01           | 332.63           |
| Sundry balances written off                         | 53.83            | 49.64            |
| Turnover discount                                   | 927.22           | 964.56           |
| Sales promotion                                     | 367.44           | 206.20           |
| Printing & stationery                               | 14.33            | 6.46             |
| Payment to auditors                                 | 4.98             | 5.68             |
| Rent  | 261.59           | 122.82           |
| Miscellaneous expenses                              | 108.55           | 194.34           |
|   | <b>5,495.40</b>  | <b>4,788.04</b>  |
|   | <b>16,893.79</b> | <b>13,683.67</b> |

(₹ in Lakh)

| 2.24 - Exceptional items                      | 2021-22        | 2020-21     |
|---|----------------|-------------|
| Loss / (gain) on foreign exchange fluctuation | (47.65)        | (9.20)      |
| Loss / (profit) on sale of fixed assets       | 10.03          | 14.82       |
|   | <b>(37.62)</b> | <b>5.62</b> |





**Notes to the financial statements as at and for the year ended 31<sup>st</sup> March, 2022**
**2.25**

|  | <b>As at<br/>31.03.2022</b> | (₹ in Lakh)<br><b>As at<br/>31.03.2021</b> |
|--|-----------------------------|--|
| 1. Contingent liabilities not provided in respect of :   |                             |  |
| a) Bills discounted by banks                             | 1,091.41                    | 439.97                                     |
| b) Claims against the Company not acknowledged as debt : |                             |  |
| Disputed taxes/duties                                    | 889.84                      | 871.46                                     |
| 2. Fixed deposit receipts pledged with banks             | 1,964.75                    | 1,653.18                                   |

|   | <b>2021-2022</b> | (₹ in Lakh)<br><b>2020-2021</b> |
|---|------------------|---------------------------------|
| 3. FOB value of exports   | 4,819.83         | 3,669.28                        |
| 4. Directors' remuneration including perquisites  | 362.58           | 327.18                          |
| 5. Balances of sundry debtors, sundry creditors and other assets/liabilities are subject to confirmation / reconciliation and consequential adjustments, if any, arising there from. Accordingly, the year end shortfall or otherwise, if any, as may pertain to these balances, are presently not ascertainable. |                  |                                 |

**2.26**

In compliance with the Accounting Standard – AS 22 "Accounting for Taxes of Income", the Company has recognized to the Profit & Loss Account the Deferred Tax (Assets) / Liabilities for current year ended 31<sup>st</sup> March, 2022.

The breakup of deferred tax liabilities are as given below:

(₹ in Lakh)

| Particulars                       | Opening         | During the year | Closing         |
|-----------------------------------|-----------------|-----------------|-----------------|
| <b>Deferred tax liabilities :</b> |                 |                 |                 |
| On account of depreciation        | 1,427.97        | 11.46           | 1,439.43        |
|                                   | <b>1,427.97</b> | <b>11.46</b>    | <b>1,439.43</b> |



**Notes to the financial statements as at and for the year ended 31<sup>st</sup> March, 2022**

- 2.27** In the opinion of the management and to the best of their knowledge and belief the value on realization of loans, advances and other current assets in the ordinary course of business will not be less than the amount at which they are stated in the Balance Sheet.

**2.28 Payment to auditors**

(₹ in Lakh)

| Particulars              | 31-03-2022  | 31-03-2021  |
|--------------------------|-------------|-------------|
| <b>As auditor</b>        |             |             |
| -Statutory audit fees    | 3.00        | 3.00        |
| -Tax audit fees          | 1.00        | 1.00        |
| <b>In other capacity</b> |             |             |
| Certification fees       | 0.98        | 1.68        |
| <b>Total</b>             | <b>4.98</b> | <b>5.68</b> |

- 2.29** As per Section 135 of the Companies Act, 2013, a Company, meeting the applicability threshold, needs to spend at least 2% of its average net profit for the immediately preceding three financial years on corporate social responsibility (CSR) activities. The areas for CSR activities are eradication of hunger and malnutrition, promoting education, art and culture, healthcare, medical facilities, destitute care and rehabilitation, environment sustainability, disaster relief and rural developments projects.

A CSR Committee has been formed by the Company as per the Act. The funds were primarily allocated to a corpus and utilized through the year on these activities which are specified in Schedule VII of the Companies Act, 2013.

- a) Gross amount required to be spent by the Company during the year is Rs. 56.34 Lakh (P.Y. Rs. 56.91 Lakh)
- b) Amount spent during the year on:

(₹ in Lakh)

| Particulars  | 2021-22      | 2020-21      |
|--|--------------|--------------|
| Promotion of education                               | 29.00        | 39.25        |
| Promoting medical facilities                         | 10.00        | 1.00         |
| Eradicating extreme hunger, poverty and malnutrition | 8.00         | 10.00        |
| Animal welfare                                       | 9.10         | 6.65         |
| Development of art and culture                       | 2.50         | 1.25         |
| <b>Total</b>   | <b>58.60</b> | <b>58.15</b> |



**UTKARSH INDIA LIMITED**
**Notes to the financial statements as at and for the year ended 31<sup>st</sup> March, 2022**
**2.30 Segment information for the year ended 31<sup>st</sup> March, 2022**
**A. Primary segments (business segment)**
**(₹ in Lakh)**

| Sl. No | Particulars  | 2021-22              |                  |              |           | 2020-21              |                  |              |          |
|--------|--|----------------------|------------------|--------------|-----------|----------------------|------------------|--------------|----------|
|        |  | Engineering products | Polymer products | Un-allocated | Total     | Engineering products | Polymer products | Un-allocated | Total    |
| 1      | External revenue                                       | 130163.23            | 16315.53         | -            | 146478.76 | 75172.08             | 14487.05         | -            | 89659.13 |
|        | Inter segment adjustment                               | -                    | -                | -            | -         | -                    | -                | -            | -        |
|        | Total revenue  | 130163.23            | 16315.53         | -            | 146478.76 | 75172.08             | 14487.05         | -            | 89659.13 |
| 2      | Results profit/(loss)                                  | 7038.96              | 882.45           | -            | 7921.41   | 5095.71              | 899.24           | -            | 5994.95  |
| 3      | Interest & finance charges                             | -                    | -                | -            | 4082.11   | -                    | -                | -            | 4036.63  |
| 4      | Other un-allocable expenses net of un-allocable income | -                    | -                | 740.21       | 740.21    | -                    | -                | 660.70       | 660.70   |
| 5      | Total profit before tax before exceptional item        | -                    | -                | -            | 3839.30   | -                    | -                | -            | 1958.32  |
| 6      | Exceptional item                                       | -                    | -                | -            | (37.62)   | -                    | -                | -            | 5.62     |
| 7      | Total profit before tax                                | -                    | -                | -            | 3876.92   | -                    | -                | -            | 1952.70  |
| 8      | Other information                                      |                      |                  |              |           |                      |                  |              |          |
|        | -Segment assets  | 63704.24             | 11259.91         | 4994.19      | 79958.34  | 52085.57             | 9574.47          | 3864.18      | 65524.22 |
|        | -Segment liabilities                                   | 33304.77             | 2828.99          | 18200.36     | 54334.12  | 22126.23             | 3179.65          | 17334.84     | 42680.72 |
|        | -Capital expenditure                                   | 2643.65              | -                | -            | 2643.65   | 737.99               | 60.24            | -            | 798.23   |
|        | -Depreciation  | 1174.55              | 207.24           | -            | 1381.79   | 1061.29              | 187.29           | -            | 1248.58  |

**B. Secondary segment (geographical segment):**

There are no items to be reported under geographical segment, considered as secondary segment, as overseas customers do not constitute a reportable segment as per Accounting Standards (AS) 17 "Segment Reporting".

**C. Other disclosures**

There are no inter-segment revenues.

The Engineering Products segment includes Steel Pipes, Steel Poles, & Steel Structures etc.

The Polymer Products segment includes uPVC, cPVC, SWR Pipes & Fittings, HDPE Pipes etc.



**Notes to the financial statements as at and for the year ended 31<sup>st</sup> March, 2022**

- 2.31** Related parties disclosure as identified by the management in accordance with the Accounting Standard - 18 on "Related Party Disclosures" is as follows:

**a) List of related parties**
**Associates**

Bansal Poles Limited  
Utkarsh Metal Industries Private Limited

**Key management personnel**

Mr. Sunil Bansal - Chairman & Managing Director  
Mr. Utkarsh Bansal - Director (Business Strategies)  
Mr. Subhash Kumar Saraf - CFO & Executive Director  
Mr. Dilip Kumar Pratiher - Director (Technical)  
Mr. Harvinder Singh Sandhu - Director (Business Development)  
Mr. Sanjay Kumar Gupta - Company Secretary

**b) Transaction with related parties :**

Parties with whom the Company has entered into transactions during the year where control or significant influence exists

(₹ in Lakh)

|   | 2021-22       | 2020-21       |
|---|---------------|---------------|
| <b>Rent paid</b>                                |               |               |
| Bansal Poles Limited                            | 88.80         | 80.75         |
| Utkarsh Metal Industries Private Limited        | 18.00         | 8.16          |
| <b>Total</b>                                    | <b>106.80</b> | <b>88.91</b>  |
| <b>Sale of finished materials / goods</b>       |               |               |
| Bansal Poles Limited                            | 173.79        | -             |
| <b>Total</b>                                    | <b>173.79</b> | <b>-</b>      |
| <b>Security deposits paid</b>                   |               |               |
| Utkarsh Metal Industries Private Limited        | -             | 250.00        |
| Bansal Poles Limited                            | -             | 176.00        |
| <b>Total</b>                                    | <b>-</b>      | <b>426.00</b> |
| <b>Remuneration to key managerial personnel</b> |               |               |
| Mr. Sunil Bansal                                | 180.00        | 180.00        |
| Mr. Utkarsh Bansal                              | 99.00         | 66.50         |
| Mr. Dilip Kumar Pratiher                        | 31.00         | 29.92         |
| Mr. Subhash Kumar Saraf                         | 25.72         | 24.83         |
| Mr. Harvinder Singh Sandhu                      | 26.86         | 25.93         |
| <b>Total</b>                                    | <b>362.58</b> | <b>327.18</b> |
| <b>Sitting fees</b>                             |               |               |
| Mr. Prithviraj Basu                             | 4.13          | 3.79          |
| Mr. Sumantra Choudhury                          | 2.00          | -             |
| Mrs. Seema Sharma                               | 0.80          | -             |
| <b>Total</b>                                    | <b>6.93</b>   | <b>3.79</b>   |
| <b>Unsecured loan taken</b>                     |               |               |
| Mr. Sunil Bansal                                | -             | 75.00         |
| <b>Total</b>                                    | <b>-</b>      | <b>75.00</b>  |
| <b>Closing balance of related party</b>         |               |               |
| Mr. Sunil Bansal                                | -             | 75.00         |
| Bansal Poles Limited                            | 270.67        | 249.24        |
| Utkarsh Metal Industries Private Limited        | 334.74        | 136.57        |
| <b>Total</b>                                    | <b>605.41</b> | <b>460.81</b> |



**Notes to the financial statements as at and for the year ended 31<sup>st</sup> March, 2022**

**2.32 Earnings per share (EPS)** (₹ in Lakh)

|   | 2021-22     | 2020-21     |
|---|-------------|-------------|
| Net profit after tax  | 2,860.26    | 1,388.68    |
| Weighted average no. of equity shares of Rs.10/- each outstanding during the year | 1,78,70,500 | 1,78,70,500 |
| Basic / diluted earnings per share (Rs.)  | 16.01       | 7.77        |

**2.33 Value of imports (CIF)** (₹ in Lakh)

|                 | 2021-22          | 2020-21         |
|-----------------|------------------|-----------------|
| Raw materials   | 10,230.75        | 6,775.32        |
| Capital goods   | 11.16            | -               |
| Stores & spares | 0.88             | 36.32           |
| <b>Total</b>    | <b>10,242.79</b> | <b>6,811.64</b> |

**2.34 Expenditures in foreign currency** (₹ in Lakh)

|                     | 2021-22      | 2020-21      |
|---------------------|--------------|--------------|
| Travelling expenses | 50.33        | -            |
| Interest on FCNRB   | 22.15        | -            |
| Commission          | 16.38        | 24.63        |
| AMC Charges         | 0.76         | -            |
| <b>Total</b>        | <b>89.62</b> | <b>24.63</b> |

**2.35 Unhedged foreign currency exposure** (₹ in Lakh)

|                         | 31.03.2022       |                | 31.03.2021       |               |
|-------------------------|------------------|----------------|------------------|---------------|
|                         | Foreign Currency | Indian Rupees  | Foreign Currency | Indian Rupees |
| Trade receivables       | \$0.79           | 59.81          | \$4.47           | 326.90        |
| Trade receivables       | € 0.59           | 49.48          | € 0.46           | 39.35         |
| Trade payable           | \$15.69          | 1197.13        | \$5.44           | 402.98        |
| Trade payable - Advance | \$0.81           | 61.59          | -                | -             |
| FCNRB                   | \$7.98           | 608.90         | -                | -             |
| <b>Total</b>            |                  | <b>1976.91</b> |                  | <b>769.23</b> |

**2.36 Consumption of imported & indigenous raw materials, stores & loose tools and percentage of each to total consumption.** (₹ in Lakh)

|                      |            | %     | 2021-22     | %     | 2020-21   |
|----------------------|------------|-------|-------------|-------|-----------|
|                      |            |       |             |       |           |
| Raw materials        | Imported   | 6.83  | 8,628.89    | 9.25  | 6,505.38  |
|                      | Indigenous | 93.17 | 1,17,688.76 | 90.75 | 63,834.90 |
| Stores & loose tools | Imported   | 0.02  | 0.88        | 0.56  | 18.36     |
|                      | Indigenous | 99.98 | 4,978.56    | 99.44 | 3,232.79  |

**2.37** The Company has not received information from vendors regarding their status under the micro, small and medium enterprises development Act, 2006 and, hence disclosure relating to amounts unpaid at the year end, interest paid / payable under this Act has not been given.



Notes to the financial statements as at and for the year ended 31<sup>st</sup> March, 2022

**2.38** The Company has used the borrowings from banks and financial institutions for the specific purpose for which it has been taken at the balance sheet date.

**2.39 Additional regulatory information**

- i) All the title deeds of immovable properties are held in the name of the company.
- ii) The company has not revalued its property, plant & equipments during the year.
- iii) The company has not advanced any loans to promoters, directors, KMPs and related parties.
- iv) No proceedings has been initiated/ pending against the Company under the benami transactions (prohibition) Act 1988 and the rules made thereunder.
- v) There is no intangible assets under development as on 31/03/2022 (previous year - NIL).
- vi) The differences between the quarterly returns or statements of current assets filed by the company with banks or financial institutions and the books of accounts maintained are not material and there is no impact on the drawing power due to these differences.
- vii) The company has not been declared as wilful defaulter by any bank or financial institution or other lender.
- viii) To the best of the knowledge and belief of the board, the company has not entered into any transactions with struck off companies under Section 248 of The companies act 2013 or section 560 of the companies act 1956 during the year.
- ix) There are no charges or satisfaction that are yet to be registered with registrar of companies beyond the statutory period.
- x) Since the company does not have any subsidiary the restrictions regarding the layer are inoperative.
- xi) Ratios

| Name                             | Numerator  | Denominator   | Current Period | Previous Period | % Variance | Reason for Variance                      |
|----------------------------------|--|---|----------------|-----------------|------------|--|
| Current Ratio                    | Current Assets   | Current Liabilities                                   | 1.36           | 1.40            | (3.06%)    | NA                                       |
| Debt Equity Ratio                | Total Debt   | Shareholder's Fund                                    | 1.09           | 1.21            | (9.66%)    | NA                                       |
| Debt Service Coverage Ratio      | (Net Profit before tax+Depreciation+interest+Loss/(Profit) on Sale of Plant Property & Equipments) | (Interest+Current Maturities of Long Term Debt)       | 1.37           | 1.01            | 35.96%     | Increase in Profit before tax            |
| Return on Equity Ratio           | Profit after Tax   | Average Share holder's fund                           | 12.57%         | 6.69%           | 87.89%     | Increase in Profit after tax             |
| Inventory Turnover ratio         | Revenue from operations  | Average Inventories                                   | 4.81           | 3.38            | 42.47%     | Increase in revenue from operations      |
| Trade Receivables Turnover ratio | Revenue from operations  | Average Trade Receivables                             | 9.02           | 5.70            | 58.19%     | Increase in revenue from operations      |
| Trade Payables Turnover ratio    | Purchases of Goods & Services  | Average Trade Payables                                | 7.97           | 5.26            | 51.52%     | Increase in purchase of goods & services |
| Net Capital Turnover Ratio       | Revenue from operations  | (Current Assets-Current Liabilities)                  | 9.94           | 7.26            | 36.92%     | Increase in revenue from operations      |
| Net Profit Ratio                 | Net Profit after tax   | Revenue From Operations                               | 1.90%          | 1.50%           | 26.35%     | Increase in Profit after tax             |
| Return on Capital Employed       | (Net Profit before tax+Finance Cost)   | (Total Capital + Total Debt+Deferred tax Liabilities) | 15.66%         | 12.66%          | 23.67%     | NA                                       |
| Return on Investment             | Net Inflow from Investment   | Weighted Average of Investment                        | 1.85%          | 2.40%           | (23.02%)   | NA                                       |

xii) No scheme of arrangement is pending and/ or approved during the F.Y. 2021-22.

- xiii) (A) The company has neither advanced or loaned or invested any funds to any intermediaries nor has acted as intermediaries on behalf of anyone.
- (B) The company had not received any funds from any person or entity with an understanding to act as an intermediaries.



Notes to the financial statements as at and for the year ended 31<sup>st</sup> March, 2022

## 2.40 Disclosure pursuant to accounting standard (AS)-15 (revised) :

## a. Defined contribution plan

Employees benefits in the form of provident fund, ESIC and other labour welfare fund are considered as defined contribution plan and the contributions are charged to the profit and loss account of the year when the contributions to the respective funds are due.

## b. Defined benefit plan

- i) The defined benefit plan comprise of gratuity. The plan is funded.
- ii) Actuarial gains and losses in respect of defined benefit plans are recognised in the profit & loss A/c

| c. Assumption     | 31.03.2022 | 31.03.2021 |
|-------------------|------------|------------|
| Discount rate     | 7.00%      | 7.00%      |
| Salary escalation | 5.00%      | 7.05%      |

| (₹ in Lakh)   |            |            |
|---|------------|------------|
| d. Table showing changes in present value of obligation as on | 31.03.2022 | 31.03.2021 |
| Present value of obligations as at beginning of year          | 127.67     | 125.78     |
| Interest cost   | 8.94       | 9.12       |
| Current service cost  | 9.66       | 10.02      |
| Benefits paid   | (13.96)    | (8.46)     |
| Actuarial (gain)/ loss on obligations                         | 101.11     | (8.79)     |
| Present value of obligations as at end of year                | 233.42     | 127.67     |

| (₹ in Lakh)   |            |            |
|---|------------|------------|
| e. Table showing changes in the fair value of plan assets as on | 31.03.2022 | 31.03.2021 |
| Fair value of plan assets at beginning of year                  | 136.67     | 133.21     |
| Expected return on plan assets                                  | 9.62       | 9.35       |
| Contributions   | 0.64       | 2.57       |
| Benefits paid   | (13.96)    | (8.46)     |
| Actuarial gain / (loss) on plan assets                          | -          | -          |
| Fair value of plan assets at the end of year                    | 132.97     | 136.67     |

| (₹ in Lakh)                                    |            |            |
|--|------------|------------|
| f. Table showing fair value of plan assets     | 31.03.2022 | 31.03.2021 |
| Fair value of plan assets at beginning of year | 136.67     | 133.21     |
| Actual return on plan assets                   | 9.62       | 9.35       |
| Contributions                                  | 0.64       | 2.57       |
| Benefits paid                                  | (13.96)    | (8.46)     |
| Fair value of plan assets at the end of year   | 132.97     | 136.67     |
| Funded status - surplus/(deficit)              | (100.45)   | 9.00       |

| (₹ in Lakh)                                      |            |            |
|--|------------|------------|
| g. Actuarial gain / loss recognized as on        | 31.03.2022 | 31.03.2021 |
| Actuarial (gain) / loss on obligations           | (101.11)   | 8.79       |
| Actuarial (gain) / loss for the year-plan assets | -          | -          |
| Total (gain) / loss for the year                 | 101.11     | (8.79)     |
| Actuarial (gain) / loss recognized in the year   | 101.11     | (8.79)     |

| (₹ in Lakh)  |            |            |
|--|------------|------------|
| h. The amounts to be recognized in the B/S and statements of P/L | 31.03.2022 | 31.03.2021 |
| Present value of obligations as at the end of year               | 233.42     | 127.67     |
| Fair value of plan assets as at the end of the year              | 132.97     | 136.67     |
| Funded status  | (100.45)   | 9.00       |
| Net asset / (liability) recognized in balance sheet              | (100.45)   | 9.00       |



Notes to the financial statements as at and for the year ended 31<sup>st</sup> March, 2022

(₹ in Lakh)

| i. | Exp. Recognised to the extent covered by the policy in statement of P/L | 31.03.2022 | 31.03.2021 |
|----|---|------------|------------|
|    | Current Service Cost  | 9.66       | 10.02      |
|    | Interest Cost   | 8.94       | 9.12       |
|    | Expected return on plan assets  | (9.62)     | (9.35)     |
|    | Net Actuarial (gain) / loss recognized in the year                      | 101.11     | (8.79)     |
|    | Expenses Recognised in statement of Profit and loss                     | 110.09     | 1.00       |

j. There is no material impact on the profit for the year / reserve & surplus consequent to the adoption of AS-15 (Revised 2005) on employee benefits.

**2.41** Based on information/documents available with the company there was no amount due and outstanding as on 31st March, 2022 to be transferred to Education and Protection Fund under Section 125 of the Companies Act, 2013.

**2.42** In pursuance of "Accounting Standard 28-Impairment of Assets" issued by the Institute of Chartered Accountants of India, the Company reviewed its carrying cost of assets with value in use (determined based on future earnings) and based on such review, management is of the view that in the current financial year impairment of assets is not considered necessary.

**2.43** Figures have been rounded off to the nearest lakh, unless otherwise stated.

**2.44** Previous Year's figures have been regrouped / rearranged wherever necessary to make them comparable to current year's figures.

As per our report of even date  
**For Agarwal Tibrewal & Co.**  
 Firm Registration No.: 328977E  
 Chartered Accountants



**CA Amit Agarwal**  
 Partner  
 Membership No. 303411  
 UDIN : 22303411AOSYKI7570



Place: Kolkata  
 Date: 10th August, 2022

For and on behalf of the Board



**Sunil Bansal**  
 Chairman & Managing Director  
 DIN-00297336



**Subhash Kumar Saraf**  
 CFO & Executive Director  
 DIN-02357354



**Sanjay Kumar Gupta**  
 Company Secretary  
 FCS - 6923