P. S. PURI & CO.

CHARTERED ACCOUNTANTS

Flat No. 457, Pocket-Q, Dilshad Garden, New Delhi – 110 095

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INDEPENDENT AUDITOR'S REPORT

To the Members of Aditya Infotech Limited

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of Aditya Infotech Limited (hereinafter referred to as "the Holding Company"), its subsidiaries and a Joint Venture (collectively referred to as "the Group"), comprising of the consolidated Balance Sheet as at March 31, 2021, the consolidated Statement of Profit and Loss & the consolidated statement of Cash Flow for the year then ended, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

Basis for Opinion

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

Information Other than the Financial Statements and Auditors' Report thereon

The Holding Company's Management & Board of Directors are responsible for the preparation of the other information. The other information comprises the information included in the Holding Company's Annual Report, for example, Board's Report including Annexures to Board's Report, Business Responsibility Report and Shareholder's Information, Key Highlights etc., but does not include the consolidated financial statements and our auditors' report thereon.

Our opinion on the consolidated 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 consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

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

The Holding Company's management and Board of Directors are responsible for the preparation and presentation of these consolidated financial statements in terms of the requirements of the Act that give a true and fair view of the consolidated state of affairs, consolidated profit/loss and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India specified under Section 133 of the Act. The respective Board of Directors of the entities included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of each entity and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the 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 consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

E-43, Sector-40, Noida - 201301

In preparing the consolidated financial statements, the respective management and Board of Directors of the entities included in the Group are responsible for assessing the ability of each entity to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the entity or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the entities included in the Group is responsible for overseeing the financial reporting process of each entity.

Auditors' Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the appropriateness of this assumption. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group (Holding Company and subsidiaries including Joint Venture) to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of such entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of financial information of such entities.

We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred to in "Other Matters" paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

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

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

Emphasis of Matter:

We have relied on the unaudited financial statements of the following subsidiaries namely Aditya Infotech Asia Pte. Ltd, CP Plus GmbH Co. KG. & CP Plus Management GmbH whose unaudited financial statements reflects, total assets of Rs Nil, Rs Nil & Rs 46.72 lacs and Net Assets of Rs Nil, Rs -5.00 Lacs & Rs 20.28 lacs as at 31.03.21, 17.12.20 & 23.03.21 respectively and total revenues of Rs 707.47 Lacs, Rs Nil & Rs .14 lacs for the period ended 31.03.21, 17.12.20 & 23.03.21 respectively.

These financial statements have been certified by Management and furnished to us (read with note no. 29.7), and in our opinion, insofar as it relates to the amounts included in respect of these aforesaid subsidiaries are based solely on these certified financial statements.

The Company's management has converted the unaudited financial statements of such subsidiaries located outside India from accounting principles generally accepted in their respective countries to accounting principles generally accepted in India. Our opinion, in so far as it relates to the balances and affairs of such subsidiaries located outside India, is based on certification by the management. We have audited these conversion adjustments made by the Company's management for the purpose of consolidation.

Our opinion above on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of above matters with respect to our reliance on unaudited financial statements certified by the management.

Other Matter

We did not audit the financial statements of a subsidiaries namely Aditya Infotech (HK) Ltd. & Shenzhen CP Plus International Ltd, whose financial statements reflect total assets of Rs. 2699.68 lacs & Rs 173.95 Lacs respectively as at 31st March 2021 and total revenues of Rs. 3863.18 lacs & Rs 189.84 lacs respectively for the year then ended. These financial statements and other financial information have been prepared in accordance with accounting principles generally accepted in their respective countries and have been audited by other auditors under generally accepted auditing standards applicable in their respective countries, whose report have been furnished to us, and our opinion, insofar as it relates to the amounts included in respect of the subsidiary, is based solely on the report of the other auditor.

The Company's management has converted the financial statements of such subsidiaries located outside India from accounting principles generally accepted in their respective countries to accounting principles generally accepted in India. We have audited these conversion adjustments made by the Company's management. Our opinion in so far as it relates to the balances and affairs of such subsidiaries located outside India is based on the report of other auditors and the conversion adjustments prepared by the management of the Company and audited by us.

We did not audit the special purpose financial statements of a Joint Venture namely AIL Dixon Technologies Pvt. Ltd., which is a company incorporated in India, whose special purpose financial statements reflect Group share of total assets of Rs. 17,697.42 lacs as at 31st March 2021 and total revenues of Rs. 23,144.25 lacs for the year then ended. These special purpose financial statements have been audited by other auditor and whose reports have been furnished to us by the Management.

Our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and joint venture and our report in terms of sub-sections (3) of Section 143 of the Act, in so far as it relates to the aforesaid joint venture, is based solely on the reports of such other auditor.

Our opinion above on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors.

P.S. PURI & CO. New Delhi Chartered Accountants

Report on Other Legal and Regulatory Requirements

As required by Section 143(3) of the Act, based on our audit and on the consideration of reports of the other auditors on separate financial statements of such subsidiaries, and joint venture as were audited by other auditors, as noted in 'Other Matters' paragraph, we report, to the extent applicable, that:

a) We / the other auditors whose reports we have relied upon, 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 of the aforesaid consolidated financial statements;

b) In our opinion proper books of account as required by law relating to preparation of the aforesaid consolidation of the financial statements have been kept so far as it appears from our examination of those books and reports of the other auditors;

c) The consolidated Balance Sheet & Consolidated Statement of Profit and Loss dealt with by this Report are in agreement with the books of account maintained for the purpose of preparation of the consolidated financial statements;

d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under section 133 of the Act;

e) On the basis of the written representations received from the directors of the Holding Company as on March 31, 2021 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditor who are appointed under Section 139 of the Act of its Joint Venture namely "AIL Dixon Technologies Pvt. Ltd" incorporated in India, none of the directors of the Group's companies incorporated in India is disqualified as on March 31, 2021 from being appointed as a director in terms of Section 164 (2) of the Act;

f) With respect to the adequacy of the internal financial controls over financial reporting and the operating effectiveness of such controls, refer to our report in "Annexure A", which is based on the Auditors' Reports of the Holding Company and its Joint Venture namely "AIL Dixon Technologies Pvt. Ltd." incorporated in India.

g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the reports of the other auditors on separate financial statements of the subsidiaries and joint venture, as noted in 'Other Matters' paragraph:

   i. The consolidated financial statement has disclosed the impact of pending litigations, wherever applicable on its consolidated financial position of the Group.

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

   iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Holding Company and its Joint Venture incorporated in India during the year ended March 31, 2021.

For P.S. PURI & CO.
Chartered Accountants
(FRN: 029679N)

P.S. PURI & CO. New Delhi Chartered Accountants

[PRATAP SINGH PURI]
Proprietor
M. No. 013563
UDIN: 21013563AAAAAT9939

New Delhi
Dated: 2 NOV 2021

Annexure A to the Independent Auditor's report on the consolidated financial statements of Aditya Infotech Limited for the year ended 31 March 2021

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

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

In conjunction with our audit of the consolidated financial statements of Aditya Infotech Limited as of and for the year ended March 31, 2021, we have audited the internal financial controls over financial reporting of Aditya Infotech Limited (hereinafter referred to as the "Holding Company") & a Joint Venture namely "AIL Dixon Technologies Pvt. Ltd., which are companies incorporated in India, as of that date.

Opinion

In our opinion, the Holding Company "Aditya Infotech Limited" & its Joint Venture namely "AIL Dixon Technologies Pvt. Ltd., which are companies incorporated in India, have in all material respects adequate internal financial controls with reference to consolidated financial statements and such internal financial controls were operating effectively as at March 31, 2021, based on the internal financial controls with reference to consolidated financial statements criteria established by such companies considering the essential components of such internal controls stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the "Guidance Note").

Management's Responsibility for Internal Financial Controls

The respective companies' management and the Board of Directors are responsible for establishing and maintaining internal financial controls with reference to consolidated financial statements based on the criteria established by the respective company considering the essential components of internal control stated in the Guidance Note. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the 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 (hereinafter referred to as "the Act").

Auditors' Responsibility

Our responsibility is to express an opinion on the internal financial controls with reference to consolidated financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to consolidated financial statements. 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 with reference to consolidated financial statements were 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 with reference to Consolidated financial statements and their operating effectiveness. Our audit of internal financial controls with reference to Consolidated financial statements included obtaining an understanding of internal financial controls, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal controls based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the Consolidated financial statements, whether due to fraud or error. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls with reference to Consolidated financial statements.

P.S. PURI & CO. New Delhi Chartered Accountants

Meaning of Internal Financial Controls with reference to Consolidated financial statements

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

Inherent Limitations of Internal Financial Controls with reference to Consolidated financial statements

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

Other Matters

Our aforesaid reports under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls with reference to consolidated financial statements insofar as it relates to a joint venture company namely "AIL Dixon Technologies Pvt. Ltd., which is a company incorporated in India, is based on the corresponding report of the auditor of such company incorporated in India.

For P.S. PURI & CO.
Chartered Accountants
(FRN: 029679N)

P.S. PURI & CO. New Delhi Chartered Accountants

[PRATAP SINGH PURI]
Proprietor
M. No. 013563
UDIN : 21013563AAAAAT9939

New Delhi
Dated: 2 NOV 2021

Consolidated Balance Sheet as at 31st March 2021

Particulars	Note No	As at 31st March, 2021 Rs.	As at 31st March, 2020 Rs.
EQUITY AND LIABILITIES			
Shareholders' funds			
Share Capital	1	2,50,00,000	2,50,00,000
Reserves and Surplus	2	1,95,82,64,713	1,61,52,63,900
		1,98,32,64,713	1,64,02,63,900
Minority Interest	3	-	7,77,896
Non-current liabilities			
Long-term borrowings	4	15,19,52,003	26,02,53,341
Long term provisions	5	3,21,38,098	5,32,75,317
		18,40,90,101	31,35,28,658
Current liabilities			
Short-term borrowings	6	1,26,65,00,022	2,32,91,47,007
Trade payables	7	3,76,63,84,078	3,00,24,21,303
Other current liabilities	8	37,58,30,475	37,38,26,803
Short-term provisions	9	19,22,14,723	8,66,37,838
		5,60,09,29,299	5,79,20,32,951
TOTAL		**7,76,82,84,114**	**7,74,66,03,405**
ASSETS			
Non-current assets			
Property, Plant, and Equipment	10		
Tangible assets		63,60,96,906	63,79,70,569
Intangible assets		1,54,43,602	1,63,80,936
		65,15,40,508	65,43,51,505
Goodwill on Consolidation	11	-	37,46,341
Non-current investments	12	3,52,08,915	1,00,52,848
Deferred tax assets (net)		1,85,45,449	2,92,00,187
Long-term loans and advances	13	3,79,91,850	8,00,58,159
		74,32,86,721	77,74,09,039
Current assets			
Inventories	14	1,34,97,08,386	2,51,38,96,955
Trade receivables	15	3,76,63,58,876	3,30,89,72,681
Cash and cash equivalents	16	1,57,56,51,157	36,88,73,641
Short-term loans and advances	17	28,21,21,310	50,58,87,716
Other current assets	18	5,11,57,666	27,15,63,373
		7,02,49,97,394	6,96,91,94,366
TOTAL		**7,76,82,84,114**	**7,74,66,03,405**

Additional Notes on Accounts 29
Significant accounting policies 30
The Notes referred to above form an integral part of Consolidated Financial Statement

As per our report of even date attached

For P. S. PURI & CO.
Firm Registration Number 029679N
Chartered Accountants

P. S. PURI & CO. New Delhi Chartered Accountants

PRATAP SINGH PURI
Proprietor
Membership No. 013563

Yogesh Sharma
Sr. VP -Finance

For and on behalf of the Board of Directors

Hari Shanker Khemka
Chairman
DIN 00514501

Aditya Khemka
Managing Director
DIN 00514552

Place : New Delhi
Date: 2 NOV 2021

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

Particulars	Note No	Year ended 31st March, 2021 Rs.	Year ended 31st March, 2020 Rs.
Income			
Revenue from operations	19	12,12,09,72,323	12,38,18,08,717
Other Income	20	7,13,15,509	4,70,23,301
Total Income		**12,19,22,87,832**	**12,42,88,32,018**
Expenses			
Purchase of Stock-in-Trade	21	8,27,41,05,849	8,07,32,40,847
Changes in inventories of Stock-in-Trade	22	1,15,74,62,705	1,16,20,84,483
Employee benefit expense	23	68,57,49,028	76,04,42,972
Financial costs	24	24,13,49,369	36,15,78,141
Depreciation and amortization expense	25	4,15,57,135	4,96,54,313
Other expenses	26	1,33,22,51,752	1,82,08,63,175
Total expenses		**11,73,24,75,837**	**12,22,78,63,931**
Profit before exceptional, extraordinary items and tax		45,98,11,995	20,09,68,087
Exceptional Items	27	9,26,420	-
Profit before extraordinary items and tax		45,88,85,575	20,09,68,087
Extraordinary Items	28	(7,75,000)	(41,59,158)
Profit before tax		45,96,60,575	20,51,27,245
Tax expense:			
Current tax		11,13,63,500	2,07,86,751
Deferred tax		1,06,54,737	1,93,42,422
Tax in respect of earlier years		(20,26,823)	(86,53,606)
Profit / (Loss) for the period		**33,96,69,160**	**17,36,51,679**
Total Profit / (Loss) for the period		**33,96,69,160**	**17,36,51,679**
Total Profit for the year attributable to:			
Loss on disposal of investment transferred to revenue reserve		(1,11,266)	-
Adjustment of Profit / (loss) incurred on Strike off of investment		6,22,89,232	-
Parent Company		27,75,04,167	17,30,13,711
Minority Interest		(12,973)	6,37,968
		33,96,69,160	**17,36,51,679**
Earning per equity share of Rs. 10/- each			
Weighted average number of equity shares outstanding during the year		25,00,000	25,00,000
Earning per share			
(1) Basic		135.87	69.46
(2) Diluted		135.87	69.46
Additional Notes on Accounts	29		
Significant accounting policies	30		

The Notes referred to above form an integral part of Consolidated Financial Statement

As per our report of even date attached

For P. S. PURI & CO.
Firm Registration Number 029679N
Chartered Accountants

P. S. PURI & CO. New Delhi Chartered Accountants

PRATAP SINGH PURI
Proprietor
Membership No. 013563

Yogesh Sharma
Sr. VP -Finance

Hari Shanker Khemka
Chairman
DIN 00514501

Aditya Khemka
Managing Director
DIN 00514552

Place : New Delhi
Date - 2 NOV 2021

Notes to the Consolidated Financial Accounts As at 31st March 2021

Particulars	As at 31st March, 2021 Rs.	As at 31st March, 2020 Rs.
Note 1 - Share Capital		
Authorized		
50,50,000 equity shares of Rs. 10/- each (Previous year 50,50,000 equity shares of Rs. 10/- each)	5,05,00,000	5,05,00,000
	5,05,00,000	**5,05,00,000**
Issued, Subscribed & Paid up		
25,00,000 equity shares of Rs. 10/- each fully paid up	2,50,00,000	2,50,00,000
	2,50,00,000	**2,50,00,000**

(a) Reconciliation of number of shares outstanding

Particulars	31st March, 2021		31st March, 2020	
	No. of Shares	Amount	No. of Shares	Amount
Shares outstanding at the beginning of the year	25,00,000	2,50,00,000	25,00,000	2,50,00,000
Shares outstanding at the end of the year	25,00,000	2,50,00,000	25,00,000	2,50,00,000

(b) Details of shareholders holding more than 5% shares in the company

Name of the Shareholder	31st March, 2021		31st March, 2020	
	No. of Shares	% of Holding	No. of Shares	% of Holding
Hari Shanker Khemka	9,80,957	39.24	9,80,957	39.24
Rishi Khemka	7,50,000	30.00	7,50,000	30.00
Aditya Khemka	7,38,169	29.53	7,38,169	29.53

Note 2 - Reserves & Surplus

Particulars	As at 31st March, 2021 Rs.	As at 31st March, 2020 Rs.
(i) General Reserve		
Opening Balance	14,42,74,577	14,42,74,577
Add: Amount Transfer from Statement of Profit & Loss	2,61,27,193	-
Closing Balance	**17,04,01,770**	**14,42,74,577**
(ii) Balance in Statement of Profit & Loss		
Opening Balance	1,47,09,27,647	1,31,07,90,823
Add: Reversal of Excess Depreciation related to Prior Years (Parent Company)	34,42,996	-
Loss on disposal of investment transferred to revenue reserve	(1,11,266)	-
Adjustment of Profit / (loss) incurred on Strike off of investment	6,22,89,232	-
Add: Net Profit for the year	27,75,04,167	17,30,13,711
Add: Adjustment on disposal of Investment	(64,98,540)	-
Add: Profit / (Loss) on Disposal of Investment/ Strike off	(35,79,744)	-
Exchange differences on translating the financial statement of non integral foreign operations	99,53,967	(68,49,122)
Less: Appropriations		
Dividend Paid	-	60,27,765
Transfer to General Reserve	2,61,27,193	-
Closing Balance	**1,78,78,01,267**	**1,47,09,27,647**
(iii) Capital Reserve		
Opening Balance	61,676	61,676
Closing Balance	**61,676**	**61,676**
Total (i)+(ii)+(iii)	**1,95,82,64,713**	**1,61,52,63,900**

P. S. PURI & CO. New Delhi Chartered Accountants

Notes to the Consolidated Financial Accounts As at 31st March 2021

Particulars	As at 31st March, 2021 Rs.	As at 31st March, 2020 Rs.
Note 3 - Minority Interest		
Equity Share of subsidiaries	4,23,825	4,23,825
Pre Acquisition reserve of subsidiaries	(4,37,376)	(4,37,376)
Post Acquisition reserve of subsidiaries	13,41,221	7,03,253
Profit & Loss for the year	(12,973)	6,37,968
Exchange differences on translating the financial statement of non integral foreign operations	(5,35,922)	(5,49,774)
Adjustment on account of disposal /Strike off of Investment	(7,78,775)	-
	-	7,77,896
Note 4 - Long Term Borrowings		
a) Secured Loans		
Term Loan from Banks	13,84,52,003	17,98,53,341
	13,84,52,003	**17,98,53,341**

Nature of Security and terms of repayment for Long Term Secured borrowings :-

Nature of Security	Terms of Repayment
-Term Loan Rs. NIL/-, Current Maturity Rs. NIL /- (Previous Year Term Loan Rs. NIL /-,Current Maturity Rs. 2,30,829/-) is secured by exclusive charge on vehicle purchased out of Term Loan.	-Repayable in 60 monthly installments commencing from June 2015.
-Term Loan Rs. NIL/-, Current Maturity Rs. NIL /-(Previous Year Term Loan Rs. NIL /-,Current Maturity Rs. 27,18,723/-) is secured by charge on immovable properties owned by the company and personel guarantee of the Directors.	-Repayable in 102 monthly installments commencing from January 2012.
-Term Loan Rs. 49,23,103/-,Current Maturity Rs. 22,85,606 /- (Previous Year Term Loan Rs. NIL /-, Current Maturity Rs. NIL/-) is secured by exclusive charge on vehicle purchased out of Term Loan.	-Repayable in 36 monthly installments commencing from March 2021.
-Term Loan Rs. 66,14,823/-, Current Maturity Rs. 30,79,219 /- (Previous Year Term Loan Rs. NIL /-, Current Maturity Rs. NIL/-) is secured by exclusive charge on vehicle purchased out of Term Loan.	-Repayable in 36 monthly installments commencing from March 2021.
-Term Loan Rs. NIL /-, Current Maturity Rs. 11,59,052 /- (Previous Year Term Loan Rs. NIL /-, Current Maturity Rs. 90,00,000 /-) is secured by exclusive charge by way of equitable mortgage on movable and immovable fixed asset situated at Delhi and Noida owned by the company along with personal gurantee of Directors.	-Repayable in 60 monthly installments commencing from February 2016.
-Term Loan Rs. 1,19,23,672/-,Current maturity Rs.1,50,00,000/-(Previous Year Term Loan Rs. 2,25,00,000 /-, Current Maturity Rs. 1,50,00,000/-) *	-Repayable in 20 quarterly installments commencing from December 2017
Term Loan Rs. 41,83,745 /-, Current maturity Rs. 52,63,158/- (Previous Year Term Loan Rs. 78,94,737/-, Current Maturity Rs. 52,63,158/-) * *The above term loan is secured by exclusive charge by way of equitable mortgage on immovable fixed asset situated at Delhi and Noida owned by the company along with personal guarantee of Directors.	-Repayable in 19 quarterly installments commencing from March 2018
- Working capital term loan of Rs. 2,00,00,000 /-, Current maturity Rs. 2,00,00,000 /- (Previous Year Term Loan Rs. 3,50,00,000/-,Current maturity Rs. 2,00,00,000/- **	-Repayable in 20 quarterly installments commencing from March 2018
Working capital term loan of Rs. 8,00,00,000 /-, Current maturity Rs. 4,00,00,000 /- (Previous Year Term Loan Rs. 10,00,00,000/-, Current maturity Rs. 4,00,00,000/- ** **The above term loan is secured by exclusive charge by way of equitable mortgage on immovable fixed asset situated at Noida owned by the company along with personal guarantee of Directors.	-Repayable in 20 quarterly installments commencing from 'November 2018

b) Unsecured Loans		
Loan and advances from related party		
- From Directors	-	7,00,00,000
Other loans & advances		
- Inter Corporate Deposits	1,35,00,000	1,04,00,000
	1,35,00,000	**8,04,00,000**
Total (a+b)	**15,19,52,003**	**26,02,53,341**

Terms of repayment for Long Term Unsecured Borrowings :-

Loan and advances from related party	
- From Directors	**Terms of Repayment** - Long Term loans have been raised from directors to strengthen the long term fund base of the company repayable by giving 12 month prior notice.During the year the request has been received for repayment of these loans & hence, they have been repaid/reflected as short term borrowings.
Other Loans and Advances - Inter Corporate Deposits -Inter Corporate Deposit Rs. NIL/- (Previous Year Rs. 1,04,00,000/-) -Inter Corporate Deposit Rs. 1,35,00,000/- (Previous Year Rs. NIL/-)	-Repaid during the year -Repayable on / Upto 31st July 2023

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Particulars	As at 31st March, 2021 Rs.	As at 31st March, 2020 Rs.
Note 5 - Long Term Provisions		
Provision for Gratuity (Refer Note No 29.9B)	95,69,798	3,65,02,575
Provision for Leave Encashment (Refer Note No 29.9B)	2,25,68,300	1,67,72,742
	3,21,38,098	**5,32,75,317**
Note 6 - Short-Term Borrowings		
a) Secured (Borrowings from banks)		
Cash Credit from Banks	-	1,51,81,85,087
Buyers Credit Arrangements	-	2,77,94,471
Working Capital Loan		
Working Capital Demand Loan	1,18,50,00,000	74,26,24,792
Foreign Curreny Loan (FCL)	-	2,05,42,657
	1,18,50,00,000	**2,30,91,47,007**
-Working capital limits are secured on paripassu first charge over the entire current assets of the company both present and future under multiple banking arrangements, collaterally secured by equitable mortgage of land and building owned by the company and others, lien over deposits, personal guarantee of directors and corporate guarantees.		
b) Unsecured		
Loan and advances from related party		
- From Directors	5,65,00,000	-
Others loans & advances		
- Inter Corporate Deposits	2,50,00,022	2,00,00,000
	8,15,00,022	**2,00,00,000**
Total (a+b)	**1,26,65,00,022**	**2,32,91,47,007**
Note 7 - Trade Payables		
- Micro, Medium and Small Enterprises	4,74,68,953	4,57,90,706
- Others	3,71,89,15,125	2,95,66,30,597
	3,76,63,84,078	**3,00,24,21,303**
Note 8 - Other Current Liabilities		
Current maturities of long term debts	9,04,39,229	9,67,06,179
Tax Deducted at Source / TCS Payable	2,69,94,840	1,99,94,185
Goods and Service Tax	9,98,71,061	2,89,43,003
Interest accrued but not due on borrowings	45,17,712	2,34,62,019
Others Payable	15,40,07,633	20,47,21,417
	37,58,30,475	**37,38,26,803**
Note 9 - Short-Term Provisions		
Provision for employees benefits:		
Bonus Payable	35,19,057	43,83,037
Provision for Gratuity (Refer Note No 29.9B)	36,32,931	17,83,194
Leave Encashment (Refer Note No 29.9B)	22,42,836	18,31,855
Others provisions:		
Provision for Warranty	8,08,19,899	6,66,39,752
Provision for Taxation	10,20,00,000	1,20,00,000
	19,22,14,723	**8,66,37,838**

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Notes to the Consolidated Financial Accounts As at 31st March 2021

Particulars	As at 31st March, 2021 Rs.	As at 31st March, 2020 Rs.
Note 11 - Goodwill on Consolidation		
Goodwill on account of Consolidation of Subsidiaries	37,46,341	37,46,341
Less: Adjustment on disposal of Investment/ Strike off	(37,46,341)	-
	-	**37,46,341**
Note 12 - Non-Current Investment		
Other Investments in shares		
-12525 Equity Shares of Rs. 10/- at a Cost of Rs. 2,06,250/-including 12500 Bonus Shares of Tamilnad Mercantile Bank Limited	2,06,250	2,06,250
	2,06,250	**2,06,250**
Other Investments		
Investment in properties (Refer Note No. 29.11)	67,81,485	67,81,485
Less: Accumulated Depreciation	17,29,818	14,23,347
Total	**50,51,667**	**53,58,138**
Other Bank Balances		
Fixed Deposit with the maturity of > 12 months	2,99,50,998	44,88,460
Total	**2,99,50,998**	**44,88,460**
	3,52,08,915	**1,00,52,848**
Note 13 - Long-Term Loans & Advances		
Unsecured, considered good		
- Security Deposits	1,09,87,720	1,52,74,214
- Other Deposits	55,04,439	82,84,550
Grauity Scheme with LIC	32,66,145	5,64,99,395
Loan to Group Companies	1,82,33,546	-
	3,79,91,850	**8,00,58,159**
Note 14 - Inventories		
(As taken, valued & certified by management)		
Trading goods	65,08,68,671	2,36,67,56,826
Components	1,23,64,618	1,39,88,051
Others	68,64,75,097	13,31,52,078
	1,34,97,08,386	**2,51,38,96,955**
Note 15 - Trade Receivables		
Unsecured, considered good		
Debt outstanding more than Six Month	18,82,38,653	7,63,33,884
Other Debts	3,54,44,01,835	3,19,69,62,376
Unsecured, considered doubtful		
Debt outstanding more than Six Month	4,91,52,829	6,57,13,489
Other Debts	1,86,17,086	37,69,519
Less: Provision for doubtful debts	(3,40,51,526)	(3,38,06,587)
	3,76,63,58,876	**3,30,89,72,681**
Note 16- Cash and Cash Equivalents		
A) Cash and cash equivalents		
Current Accounts	15,78,40,454	9,14,45,234
Balance in cash credit account	16,93,98,486	-
Fixed Deposit with the maturity of < 3 months	1,24,12,24,072	3,41,46,468
Cash in Hand	12,36,304	14,18,630
	1,56,96,99,316	**12,70,10,332**
B) Other bank balances		
Fixed Deposit with the maturity of > 3 months or < 12 months	59,51,841	24,18,63,309
	1,57,56,51,157	**36,88,73,641**
Note 17- Short Term Loans & Advances		
- Unsecured, considered good		
Advance Income Tax & TDS	9,66,33,844	20,61,92,344
Balances with government authorities (Net of Provision Current Year Rs.30,00,000/- Previous Year Rs. 20,00,000/-)	10,65,84,851	14,30,09,067
Prepaid Expenses	1,24,36,223	1,40,70,482
Staff Advance	1,33,46,500	2,13,61,601
Security Deposit	41,73,610	1,28,39,185
Advances on Ongoing Project Under CSR	1,25,00,000	-
Advances to Suppliers (Others) (Net of Provision Current Year Rs. 91,65,729/- Previous Year Rs. 7,42,135/-)	3,23,99,524	3,79,91,602
Others	40,46,758	7,04,23,434
	28,21,21,310	**50,58,87,716**
Note 18 - Other Current Assets		
Vendor Claim Receivable	1,84,85,967	21,72,61,976
Forward Deferred Assets	2,31,776	2,59,38,169
Accrued Interest (Others)	2,50,27,861	1,41,77,327
Others	74,12,062	1,41,85,900
	5,11,57,666	**27,15,63,373**

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Note 10 - Property, Plant, and Equipment

Particulars	GROSS BLOCK (At Cost)				DEPRECIATION					NET BLOCK	
	As at 01-Apr-20	Additions during the year	Deduction during the year	As at 31-Mar-21	As at 01-Apr-20	for the year	Adjustment during the year	Charged to Retained Earnings*	As at 31-Mar-21	As at 31-Mar-21	As at 31-Mar-20
Tangible Assets											
Land	27,40,62,044	47,98,000	-	27,88,60,044	-	-	-	-	-	27,88,60,044	27,40,62,044
Building	20,86,25,052	15,03,162	-	21,01,28,214	3,19,90,462	83,87,406	-	-	4,03,77,867	16,97,50,347	17,66,34,591
Office Equipment	20,38,27,417	44,88,393	3,17,687	20,79,98,122	5,32,61,995	1,59,86,109	2,93,213	-	6,89,54,891	13,90,43,232	15,05,65,422
Computers & Peripherals	3,55,65,247	27,26,313	28,61,133	3,54,30,428	2,59,59,047	52,75,621	27,15,736	-	2,85,18,932	69,11,496	96,06,200
Furniture, Fixture & Fittings	4,39,67,177	15,07,922	9,12,933	4,45,62,166	2,37,61,947	50,15,949	7,75,642	-	2,80,02,254	1,65,59,912	2,02,05,231
Generator	61,91,654	-	4,22,360	57,69,294	35,64,747	4,89,114	3,20,869	-	37,32,993	20,36,301	26,26,907
Vehicle	2,04,76,310	2,18,18,432	1,45,39,441	2,77,55,300	1,62,06,135	15,38,134	1,29,24,542	-	48,19,726	2,29,35,574	42,70,175
Total	**79,27,14,901**	**3,68,42,222**	**1,90,53,555**	**81,05,03,569**	**15,47,44,332**	**3,66,92,333**	**1,70,30,002**	**-**	**17,44,06,663**	**63,60,96,906**	**63,79,70,569**
Intangible Assets											
Computer Software	4,09,98,851	1,78,000	-	4,11,76,851	3,27,27,970	29,07,909	-	-	3,56,35,879	55,40,972	82,70,881
Trade Mark	1,60,21,481	-	-	1,60,21,481	79,11,427	16,50,421	-	34,42,996	61,18,852	99,02,630	81,10,055
Total	**5,70,20,332**	**1,78,000**	**-**	**5,71,98,332**	**4,06,39,396**	**45,58,330**	**-**	**34,42,996**	**4,17,54,731**	**1,54,43,602**	**1,63,80,936**
Grand Total	**84,97,35,234**	**3,70,20,222**	**1,90,53,555**	**86,77,01,902**	**19,53,83,729**	**4,12,50,663**	**1,70,30,002**	**34,42,996**	**21,61,61,393**	**65,15,40,508**	**65,43,51,505**
Preuious Year	**83,50,16,712**	**2,39,98,070**	**92,79,548**	**84,97,35,234**	**15,41,05,439**	**4,93,29,267**	**80,50,978**	**-**	**19,53,83,729**	**65,43,51,505**	**68,09,11,273**

* Excess depreciation charged in prior years of Rs 34,42,996 has been reversed under Retained earnings

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Notes to the Consolidated Financial Accounts As at 31st March 2021

Particulars	Year ended 31st March, 2021 Rs.	Year ended 31st March, 2020 Rs.
Note 19 - Revenue From Operations		
Sale of Products	12,02,96,65,938	12,20,80,90,113
Sale of Components	7,40,06,800	15,51,22,523
Sale of Services	1,72,99,585	1,85,96,081
	12,12,09,72,323	**12,38,18,08,717**
Sales / Services in Broad Head		
Security	12,10,36,72,738	12,36,32,12,636
Services	1,72,99,585	1,85,96,081
	12,12,09,72,323	**12,38,18,08,717**
Note 20 - Other Income		
Interest Income	3,44,17,267	2,10,64,910
Interest received on Income Tax refund	1,54,85,331	-
Interest Income on Gratuity Fund (Refer Note No 29.9B)	28,23,333	28,46,153
Interest Income on Leave Encashment Fund	5,64,179	6,47,539
Dividend Income	12,09,450	-
Balances Written Back	1,01,18,353	43,23,888
Profit on Sale of Fixed Assets	4,33,625	-
Rental Income	28,90,050	36,99,576
Technical Training Services	-	40,02,006
Other Income	22,63,154	92,28,797
Net (gain) / loss on currency fluctuation and translation (Other than considered as finance cost)	11,10,767	-
Prior Period Income	-	12,10,433
	7,13,15,509	**4,70,23,301**
Note 21 - Purchase of Stock -in -Trade		
Purchase of Products	8,20,20,21,808	7,92,04,52,339
Purchase of Components	7,20,84,041	15,27,88,509
	8,27,41,05,849	**8,07,32,40,847**
Note 22 - Change in Inventories of Stock-in-Trade		
Increase/(Decrease) in Stock	(1,15,74,62,705)	(1,16,20,84,483)
	(1,15,74,62,705)	**(1,16,20,84,483)**
Note 23 - Employees Benefit Expenses		
Salaries and Wages	62,62,15,252	72,01,85,274
Gratuity (Refer Note No 29.9B)	1,94,57,065	(62,62,162)
Salary in lieu of leaves (Refer Note No 29.9B)	1,02,69,057	65,80,889
Contribution to provident and other funds	2,32,04,904	2,76,46,443
Staff Welfare expenses	66,02,750	1,22,92,528
	68,57,49,028	**76,04,42,972**
Note 24 - Financial Costs		
Interest Expenses	22,68,71,522	34,59,88,851
Bank Charges	1,04,67,147	1,27,91,498
Net (gain) / loss on currency fluctuation and translation	40,10,700	27,97,792
	24,13,49,369	**36,15,78,141**
Note 25 - Depreciation and amortization expense		
Depreciation on Property, Plant, and Equipment (Refer Note No. 10)	4,12,50,663	4,93,29,267
Depreciation on Investment in properties (Refer Note No. 29.11)	3,06,471	3,25,045
	4,15,57,135	**4,96,54,313**

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Notes to the Consolidated Financial Accounts As at 31st March 2021

Particulars	Year ended 31st March, 2021 Rs.	Year ended 31st March, 2020 Rs.
Note 26 - Other Expenses		
Rent	3,94,37,404	4,75,22,331
Rates & Taxes	12,47,359	17,85,475
Insurance	1,56,69,875	1,56,59,377
Travelling & Conveyance expenses	1,82,34,012	5,37,34,603
Legal & professional expenses	4,26,97,012	4,56,59,115
Fees & Subscription	81,61,838	92,94,685
Telephone & Internet charges	57,18,472	84,24,589
Auditors remuneration	12,90,103	13,78,698
Electricity & Water Expenses	80,23,119	1,21,94,032
Repair to Building	66,30,808	26,88,250
Repair to Others	32,97,896	79,46,078
Advertisement & Business Promotion Expenses	8,56,72,029	17,56,92,853
Selling Expenses	63,12,31,509	92,83,80,128
Cash Discount	5,69,19,484	9,34,92,280
Product Service & Warranty Expenses	13,38,19,038	8,55,75,187
Charity & Donation	2,84,330	2,90,451
CSR Expenses	96,18,854	1,29,31,980
Loss on sale of fixed assets	-	5,80,976
Bank charges	27,95,751	38,35,156
Interest Others	2,03,15,691	1,34,62,441
Warehouse rent	2,96,95,444	3,39,70,706
Warehouse handling charges	3,39,71,726	3,66,33,114
Technical testing and certification fees	1,69,76,376	1,50,60,677
Web & IT Services	1,72,53,614	1,85,01,356
Prior Period Expenses	7,08,279	94,514
Provision for Sad Claim	10,00,000	10,00,000
Provision for Doubtful Debts	1,13,40,189	1,38,24,008
Provision for Doubtful Advances to suppliers	84,23,594	5,46,407
Loss on Investment	15,60,151	-
Balances Written Off	1,56,41,480	87,40,778
Net (gain) / loss on currency fluctuation and translation (Other than considered as finance cost)	-	5,79,36,785
Loss on derrivative hedging	1,07,53,435	(35,86,429)
Annual Maintenance Expenses	43,22,557	46,82,692
Recruitment Expenses	9,30,608	16,09,876
Office Maintenance	50,91,332	73,98,022
Vehicle Running & Maintenance	20,33,704	32,16,277
Vehicle Lease Rent	18,86,916	15,24,632
Printing & Stationery	17,08,857	42,44,609
Security Expenses	37,82,831	43,06,337
Project & AMC Support Expenses	1,30,161	78,58,765
Traning Expenses	1,42,836	29,65,788
Postage and Courier Charges	12,06,849	22,60,409
Computer Software Expenses	18,88,685	11,01,048
Other expenses	7,07,37,543	7,64,44,120
	1,33,22,51,752	**1,82,08,63,175**
Note 27 - Exceptional Items		
Investment written off	9,26,420	-
	9,26,420	**-**
Note 28 - Extraordinary Items		
Insurance Claim FY 2019-20 recovered (Refer Note No. 29.12)	-	(39,59,158)
Amount recovered against provision towards impairment of asset	(7,75,000)	(2,00,000)
	(7,75,000)	**(41,59,158)**

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Note 29 : Additional Notes on Accounts

Particulars	Current Year 2020-2021 Rs.	Previous Year 2019-2020 Rs.
29.1 Contingent Liabilities		
Parent Company (Aditya Infotech Limited)		
First Loss Default Guarantee (Channel Finance)	1,91,56,064	1,12,13,202
Liability under debtors recourse programme (Channel Finance)	-	4,62,30,342
Inland Bank Guarantee	11,06,37,710	3,13,39,697
	12,97,93,773	**8,87,83,241**
29.2 Deferred Taxes		
Parent Company (Aditya Infotech Limited)		
Income tax expense is accrued in accordance with AS - 22 accounting for taxes on income which includes current taxes and deferred taxes. Deferred income taxes reflect the impact of current year timing difference between taxable income and accounting income for the year and reversal of timing difference of earlier years. Deferred assets are recognized only to the extent that there is reasonable certainty that future taxable income will be available.		
The DTA appearing in the Balance sheet is arrived at as under		
DTA on Others		
Opening DTA	3,25,90,088	3,26,87,690
Current Year Impact	47,68,625	(97,602)
Closing DTA	3,73,58,713	3,25,90,088
DTL on Depreciation		
Opening DTL	(26,28,522)	(94,62,039)
Current Year Impact	61,36,547	(68,33,517)
Closing DTL	(87,65,069)	(26,28,522)
Net DTA / (DTL)	**4,61,23,782**	**3,52,18,610**

29.3 Fraud case during the F.Y. 2017-18

Parent Company (Aditya Infotech Limited)

During the financial year 2017-2018 a vendor mail was reportedly hacked and remittance of USD 45,340 (Rs. 28,87,705/-) was credited to an incorrect account.On March 17,2018 an FIR1063 / 17.03.2018 was filed by the Company against the alleged perpetrator of the fraud under the prescribed sections of Indian Penal Code and Information Technology Act, 2008 However considering the facts & circumstances the remittance has been written off as extraordinary loss and tax benefit claimed.A Claim of Rs. 28.87 Lac was lodged with the insurance company which is pending settlement and will be accounted for on the date of settlement.

29.4 Dividend

Parent Company (Aditya Infotech Limited)

The Directors have recommended dividend of Rs 4 per share amounting to Rs 1 crore for the financial year 2020-2021 which is subject to approval in the forthcoming AGM. The dividend recommended for the FY 18-19 at Rs 2 per share (Amount : Rs 50,00,000 DDT : Rs 10,27,765) was approved in the AGM & was distributed in the FY 19-20.

29.5 Details of Subsidiaries and Joint Venture, whose assets, liabilities, income and expenses are included in the consolidation and the Company's holdings therein are as under:

Name of the Company	Nature of the Company	Auditor for FY 2020-21	Country of Incorporation	Proportion of Ownership Interest (%)	Date of acquisition of Control	Date of Cessation of relationship
Aditya Infotech Limited	Parent Company	P.S. Puri & Co.	India	NA	NA	NA
Aditya Infotech (HK) Ltd.	Wholly Owned Subsidiary	Akin CPA Limited (Certified Public Accountants)	Hongkong	100%	08.11.2010	NA
Aditya Infotech Asia Pte. Ltd.	Subsidiary	Unaudited	Singapore	100%	18.02.2013 & 09.11.2017	31.03.2021
Shenzhen CP Plus International Ltd.	Wholly Owned Subsidiary	Shenzhen Vision Alliance (Certified Public Accountants)	Shenzhen, China	100%	30.12.2016	NA
CP Plus GmbH Co. KG.	Subsidiary	Unaudited	Germany	90%	27.03.2013	17.12.2020
CP Plus Management GmbH	Subsidiary	Unaudited	Germany	90%	11.05.2011	23.03.2021
AIL Dixon Technologies Pvt. Ltd.	Joint Venture	S.N. Dhawan & Co. LLP Chartered Accountants	India	50%	08.02.2017	NA

29.6 Additional Information related to the consolidated subsidiaries and a Joint Venture considered in the preparation of Consolidated Financial Statement:

(Fig. in Lacs)

Particulars	As at 31st March 2021 Net Assets		For the year ended 31st March 2021 Share of Profit and Loss After Tax	
	Net Assets (Amount)	% (Percentage)	Profit and Loss (Amount)	% (Percentage)
Parent				
Aditya Infotech Limited	20,017.45	100.93%	2,981.34	87.77%
Subsidiary Foreign				
Aditya Infotech HK Limited	(613.17)	-3.09%	(627.39)	-18.47%
Shenzhen CP Plus International Limited	11.52	0.06%	4.24	0.12%
Aditya Infotech Asia Pte. Ltd.	NA	NA	622.95	18.34%
CP Plus GmbH & Co. Kg.	NA	NA	(0.05)	0.00%
CP Plus Management GmbH	NA	NA	(1.11)	-0.03%
Joint Venture				
AIL Dixon Technologies Pvt. Ltd.	416.85	2.10%	416.85	12.27%
Minority interest in all subsidiaries				
CP Plus GmbH & Co. Kg.	NA	NA	(0.01)	0.00%
CP Plus Management GmbH	NA	NA	(0.12)	0.00%
Consolidated Net Assets / Profit after tax	**19,832.65**	**100.00%**	3,396.69	**100.00%**

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29.7 During the year, The Investment in CP Plus Management GmbH has been disposed off dated 23.03.2021 and CP Plus GmbH & Co Kg. has been strike off dated 17.12.2020, which are incorporated outside india. The results of the operation of the said subsidiaries with which parent -subsidiaries relationship ceased to exist are included in consolidated statement of profit and loss until the date of cessation of relationship, basis certification by the management.

29.8 (i) Till FY 2018-19, the consolidation of JV between Parent Company (Aditya Infotech Ltd) & AIL Dixon Technologies Pvt Ltd were made by consolidating the Joint Venture's Ind AS Financial Statement (as per Companies (Indian Accounting Standards) Rules, 2015). During FY ending 31.03.20,a special purpose audited standalone financial statements were drawn by adopting AS dated 28.10.20 in addition to Ind AS stand-alone financial statement dated 10.06.20 of JV AIL Dixon Technologies Pvt Ltd.

(ii) Hence,to facilitate uniformity, during FY ending 31.03.20,the consolidation was made by adopting Special Purpose Audited Financial Statements for FY19-20 & regrouping previous FY 18-19 figures. Further, while transitioning from Ind As to AS Special Purpose Audited Financial Statements relating to previous year figures, there were no consequential impact on Reserves.

29.9 **Employee Benefits**

As per Accounting Standard- 15 (Revised)" Employee Benefits",the required disclosures of Employee Benefits to the extent applicable to the Parent company (Aditya Infotech Limited) are given below:

A. Defined Contribution Plan (PF, ESI and NPS)

Contribution to Defined Contribution Plan, recognized as expense for the year are under:

Particulars	Current Year 2020-2021 Rs.	Previous Year 2019-2020 Rs.
Employer's Contribution to Provident Fund	83,68,976	95,17,990
Employer's Contribution to Employees State Scheme	10,74,501	19,65,214
Employer's Contribution to NPS	40,07,880	45,53,637

B. Defined Benefit Plan (Gratuity) and leave encashment

The present value of obligation towards gratuity and leave encashment is determined based on Actuarial Valuation using the projected unit credit method as at the balance sheet date which recognize each period of service as giving rise to additional unit of employee benefit entitlement each unit separately to buildup the final obligation.

(i) **Changes in Present Value of obligation during the period**

Particulars	Current Year (2020-21)		Previous Year (2019-20)	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Present Value of the obligation at the beginning of the period	3,78,28,482	1,86,04,597	4,65,71,817	1,89,50,006
Current Service Cost	57,66,820	31,10,014	48,47,046	27,92,180
Past Service Cost	-	-	-	(1,61,55,542)
Interest Cost	25,30,207	12,11,674	35,86,030	12,14,886
Actuarial (gain)/ loss on obligations	1,09,58,788	52,28,183	(1,50,53,393)	1,77,40,047
Benefit Paid	(58,76,201)	(33,43,332)	(21,23,018)	(59,36,980)
Present Value of the obligation at the end of period	5,12,08,096	2,48,11,136	3,78,28,482	1,86,04,597

(ii) **Changes in Fair Value of the Plan Assets during the period**

Particulars	Current Year (2020-21)		Previous Year (2019-20)	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Fair Value of the Plan Assets at the beginning of the period	4,51,03,551	82,84,550	3,25,68,650	72,73,991
Expected return on Plan Assets	32,26,063	6,11,269	25,07,786	3,15,833
Actuarial Gain/Loss on Plan Assets	(5,00,822)	(48,048)	(14,306)	3,31,706
Employer Contribution	-	-	1,21,64,439	63,00,000
Benefit Paid	(58,76,201)	(33,43,332)	(21,23,018)	(59,36,980)
Funded Status	-	-	-	-
Fair Value of the Plan Assets at the end of the period	4,19,52,591	55,04,439	4,51,03,551	82,84,550

(iii) **The amount to be recognized in Balance Sheet**

Particulars	Current Year (2020-21)		Previous Year (2019-20)	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Fair Value of the Plan Assets at the end of the period	4,19,52,591	55,04,439	4,51,03,551	82,84,550
Present Value of the obligation at the end of period	5,12,08,096	2,48,11,136	3,78,28,482	1,86,04,597
Net Value Recognized in the Balance Sheet (A-B)	(92,55,505)	(1,93,06,697)	72,75,069	(1,03,20,047)

(iv) **Actuarial Gain/Loss recognized for the period on gratuity and leave encashment**

Particulars	Current Year (2020-21)		Previous Year (2019-20)	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Actuarial (gain)/loss for the period – Obligation	1,09,58,788	52,28,183	(1,50,53,393)	1,77,40,047
Actuarial (gain)/loss for the period - Plan Assets	5,00,822	48,048	14,306	(3,31,706)
Total (gain) / loss for the period	1,14,59,610	52,76,231	(1,50,39,087)	1,74,08,341
Actuarial (gain) / loss recognized in the period	1,14,59,610	52,76,231	(1,50,39,087)	1,74,08,341
Unrecognized actuarial (gains) / losses at the end of period	-	-	-	-

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(v) Expense Recognized in the Statement of Profit & Loss during the year (under the head "Employee benefit Expense "in Note 23)

Particulars	Current Year (2020-21)		Previous Year (2019-20)	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Current Service Cost	57,66,820	31,10,014	48,47,046	27,92,180
Past Service Cost	-	-	-	(1,61,55,542)
Interest Cost	25,30,207	12,11,674	35,86,030	12,14,886
Expected Return on Plan Assets	(32,26,063)	(6,11,269)	(25,07,786)	(3,15,833)
Actuarial (gain) or Loss	1,09,58,788	52,76,231	(1,50,53,393)	1,74,08,341
Expense Recognized in the statement of Profit and Loss	1,60,29,752	89,86,650	(91,28,103)	49,44,032

(vi) Amount for the Current Period

Particulars	Current Year (2020-21)		Previous Year (2019-20)	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Present Value of the obligation at the end of period	5,12,08,096	2,48,11,136	3,78,28,482	1,86,04,597
Fair Value of the Plan Assets at the end of the period	4,19,52,591	55,04,439	4,51,03,551	82,84,550
Surplus (Deficit) (B-A)	(92,55,505)	(1,93,06,697)	72,75,069	(1,03,20,047)
Experience adjustment on plan liabilities (Gain)/Loss	1,09,58,788	52,28,183	(1,50,53,393)	1,77,40,047
Experience adjustment on plan Assets (Gain)/Loss	5,00,822	48,048	14,306	(3,31,706)

(vii) Reconciliation Statement of expenses in the statement of Profit & Loss

Particulars	Current Year (2020-21)		Previous Year (2019-20)	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Present Value of the obligation at the end of period	5,12,08,096	2,48,11,136	3,78,28,482	1,86,04,597
Present Value of the obligation at the beginning of the period	(3,78,28,482)	(1,86,04,597)	(4,65,71,817)	(1,89,50,006)
Benefit Paid	58,76,201	33,43,332	21,23,018	59,36,980
Actual return on plan assets	(27,25,241)	(5,63,221)	(24,93,480)	(6,47,539)
Expense Recognized in the statement of Profit and Loss	1,65,30,574	89,86,650	(91,13,797)	49,44,032

(viii) Actuarial Assumptions

Particulars	Current Year (2020-21)		Previous Year (2019-20)	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Mortality Table (LIC)	2012-2014	2012-2014	2012-2014	2012-2014
Discount Rate (Per Annum)	6.85%	6.85%	6.85%	6.85%
Expected rate of return on Plan Assets (Per Annum)	6.85%	6.85%	6.85%	6.85%
Rate of escalation in salary (Per Annum)	3.00%	3.00%	3.00%	3.00%

(ix) Summary of Gratuity & Leave Encashment

Particulars	Current Year (2020-21)		Previous Year (2019-20)	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Present Value of the obligation at the beginning of the period	3,78,28,482	1,86,04,597	4,65,71,817	1,89,50,006
Benefits paid during the year	(58,76,201)	(33,43,332)	(21,23,018)	(59,36,980)
Amount Charged to profit & loss statement	1,92,55,815	95,49,871	(66,20,317)	55,91,571
Present Value of the obligation at the end of period	5,12,08,096	2,48,11,136	3,78,28,482	1,86,04,597

The estimates of rate of escalation in salary as considered in actuarial valuations taking into account inflation, seniority, promotion and other relevant factors including supply and demand in employment market. The above information is certified by the actuary.

Note: a) Grautuity

The company contributes the ascertained liabilities to Life Insurance Corporation of India which administers the contributions and make the payment at retirement, death incapacitation or termination of employment. The Gratuity Liability as on 31.3.21 stood at Rs. 5,12,08,096 .

During the Year the Company has contributed Rs 3,86,63,904 to the Approved Gratuity Trust and considering the accumulated surplus of Rs. 22,542 with the approved Trust,the Net Gratuity Liability of Rs. 1,25,21,650/-appears under the head Liabilities(Long Term Provision Rs. 88,89,973/- Short Term Provisions Rs. 36,31,677/-)

b) Leave encashment

It is the policy of the company to accumulate leaves of 45 days. Leaves beyond 45 days are not allowed to be accumulated/ encashed. Provisions for leave encashment has been disclosed under short-term and long-term according to the above policy

29.10 In the opinion of the management,current assets and loan and advances have a value on realization in ordinary course of business at least equal to the amount at which they are stated.

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29.11 Investment in Properties

Parent Company (Aditya Infotech Limited)

The Company had adopted revision in accounting standard 10 on prospective basis i.e. 01-Apr-2016 onwards. Depreciation on building is provided over it's useful life using the written down value method. Useful life considered for prospective basis i.e. 01-Apr-2016 onwards. Useful life considered for calculation of depreciation for assets class are as follows: Non-Factory Building 60 years.The Investment Properties appearing in the Balance sheet is arrived at as under:

Gross Carrying Amount		
Opening Balance	67,81,485	67,81,485
Closing Balance	**67,81,485**	**67,81,485**
Accumulated Depreciation		
Opening Balance	14,23,347	-
Current Year Depreciation	3,06,471	14,23,347
Closing Balance	**17,29,818**	**14,23,347**
Net carrying Amount	**50,51,667**	**53,58,138**

29.12 Contingent Assets

Parent Company (Aditya Infotech Limited)

As per AS 29 'Provisions, Contingent Liabilities And Contingent Assets', A Contingent Asset is a possible asset that arises from past events the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the enterprises.In the year in which it is certain that an inflow of benefits will arise, the asset and the related income will recognized in the financial statements.

Further during the financial year 2017-2018 the company suffered a loss of stock of Rs. 3,27,73,067/- because of water logging due to heavy rains. This loss was booked and disclosed as extraordinary item in the profit and loss account.The Stock were insured and the company has recovered a sum of Rs. 35,01,930 during the financial year 2018- 2019 and final claim of Rs. 39,59,158 during the financial year 2019 - 2020 which has been disclosed as extraordiniary items in the profit and loss acount in the respective year.

29.13 **Related party transactions (As certified by the Management)**

(a) **Key Management Personnel/ Director of the group**

Mr. Hari Shanker Khemka
Mr. Aditya Khemka
Mr. Rishi Khemka
Mr. Anand Swaminathan
Mr. Conrad Godinho
Mr. Yogesh Chand Sharma
Mr. Jitendra Trikha
Ms. Monika Sharma

(b) **Relatives of key management personnel**

Mrs. Shradha Khemka (Wife of Mr. Aditya Khemka)
Mrs. Ruchi Khemka (Wife of Mr. Rishi Khemka)
Mr. Ananmay Khemka (Son of Mr. Aditya Khemka)

(c) **Entities over which Key Managerial Person exercise significant influence**

ARK Infosolutions Private Limited
M/s Aditya Security & Safety LLP
Trend Setter Promoters Private Limited
Aditya Colonizers Private Limited
Seth Parmanand Khemka Charitable Trust

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D. Detail of transactions with related parties:

Rs. In Lacs

S. No.	Particulars	31.03.2021	31.03.2020
a)	**Key Management Personnel:**		
1	**Hari Shanker Khemka**		
	Remuneration paid	200.18	200.98
	Interest Paid	20.41	31.46
	Receipt of loan	-	-
	Repayment of loan	135.00	100.00
	Outstanding at the year end:		
	Long term borrowings	-	260.00
	Short term borrowings	125.00	-
	Other Payable	6.27	6.14
2	**Aditya Khemka**		
	Remuneration paid	240.76	238.44
	Commission	283.48	301.23
	Rent expense	120.00	120.00
	Note-Paid to Aditya Khemka (60 lacs), Hari Shanker Khemka (42 Lacs), & Shradha Khema (18 Lacs)		
	Interest Paid	12.00	12.00
	Receipt of loan	-	-
	Repayment of loan	-	-
	Outstanding at the year end:		
	Long term borrowings	-	100.00
	Short term borrowings	100.00	-
	Other Payable	46.26	2.36
b)	**Relatives of key management personnel:**		
1	**Rishi Khemka**		
	Interest Paid	40.80	40.80
	Receipt of loan	-	-
	Repayment of loan	-	-
	Outstanding at the year end:		
	Long term borrowings	-	340.00
	Short term borrowings	340.00	-
	Other Payable (Interest)	9.31	8.03
b)	**Ananmay Khemka**		
	Salary Paid	17.55	-
c)	**Enterprises having common Key Managerial Personnel having substantial interests:**		
1	**ARK Infosolution Pvt Ltd.**		
	Sale of Goods	-	0.30
	Rental Income	25.94	25.69
	Rent for furniture & fixtures Paid	21.00	21.00
	Electricity and Water Charges	9.84	13.07
	Outstanding at the year end:		
	Trade payable	-	-
	Trade receivable	2.33	-
2	**Aditya Safety Security LLP**		
	Sale of Goods	-	117.63
	Rental Income	-	11.31
	Business Support Service (Revenue)	-	-
	Warehouse Handling Charges	-	-
	Purchase of Fixed Assets	1.43	-
	Purchase of Goods	6.99	20.91
	Outstanding at the year end:		
	Trade payable	-	-
	Trade Receivable	-	-
3	**Trend Setter Promoters Private Limited**		
	Receipt of loan	135.00	-
	Rental Income	1.20	-
	Professional Charges	12.00	-
	Interest Paid	8.99	-
	Outstanding at the year end:		
	Trade payable	-	-
	Long term borrowings	135.00	-
	Other Payable (Interest)	2.03	-
4	**Aditya Colonizers Private Limited**		
	Commission and Brokerage Charges	2.00	-
	Outstanding at the year end:		
	Trade payable	-	-
5	**Seth Parmanand Khemka Charitable Trust**		
	CSR Expenses	65.91	-
	Advances on Ongoing Project Under CSR	125.00	

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Consolidated Cash Flow Statement for the year ended March 2021

	Current Year 2020-2021	Previous Year 2019-2020
A. Cash flow from operating activities		
Net profit before taxation and extraordinary items	45,88,85,575	20,09,68,087
Adjusted for :		
Depreciation	4,15,57,135	4,96,54,313
Interest Paid	22,68,71,522	34,59,88,851
Net unrealised exchange (gain) / loss	(10,88,733)	1,61,75,720
Rental Income	(28,90,050)	(36,99,576)
Dividend received	(12,09,450)	-
Interest received	(3,78,04,779)	(2,39,11,063)
(Profit) / Loss on sale of Property, Plant, and Equipment	(4,33,625)	5,80,976
Operating profit before working capital changes	**68,38,87,595**	**58,57,57,308**
Adjusted for :		
Trade Creditors & Other Payables	76,77,61,799	(59,41,90,326)
Inventories	1,16,41,88,569	1,25,89,15,512
Trade Receivables & Other Receivables	2,88,52,228	(20,65,05,199)
Cash generated from operations	2,64,46,90,191	1,04,39,77,295
Cash flow before extraordinary item	2,64,46,90,191	1,04,39,77,295
Tax paid	(1,93,36,677)	(24,96,33,204)
Net cash from operating activities before extraordinary item	**2,62,53,53,514**	**79,43,44,091**
Extraordinary items	(7,75,000)	(41,59,158)
Net cash from operating activities	**2,62,61,28,514**	**79,85,03,249**
B. Cash flow from investing activities		
Purchase of Property, Plant, and Equipment	(3,70,20,222)	(2,38,28,070)
Goodwill on Consolidation	37,46,341	-
Sale of Property, Plant, and Equipment	24,57,177	4,77,594
Profit / (Loss) on Disposal of Investment/ Strike off	(1,00,78,284)	-
Dividend Received	12,09,450	-
Interest received	3,78,04,779	2,39,11,063
Rental Income	28,90,050	36,99,576
Purchase/Sale of Investment	21,04,48,930	(24,63,51,770)
Net cash used in investing activities	**21,14,58,221**	**(24,20,91,606)**
C. Cash flow from financing activities		
Proceeds from / repayment of Short Term Bank Borrowings	(1,12,41,47,007)	(54,76,94,464)
Proceeds from / repayment of Long Term Bank Borrowings	(4,76,68,288)	(10,79,85,380)
Repayment of Inter Corporate Deposits	(53,99,978)	1,00,00,000
Increase / (decrease) in Minority interest	(7,64,923)	-
Dividend Paid	-	(60,27,765)
Interest Paid	(22,68,71,522)	(34,59,88,851)
Net cash used in financing activities	**(1,40,48,51,718)**	**(99,76,96,460)**
D. Foreign Currency Translation Reserve	99,53,967	(68,53,680)
Net increase / (decrease) In Cash & Cash Equivalents (A+B+C+D)	**1,44,26,88,984**	**(44,81,38,497)**
Cash & Cash Equivalents at the beginning of the year	12,70,10,332	57,51,48,829
Cash & Cash Equivalents at the year end	1,56,96,99,316	12,70,10,332
Net increase / (decrease) In Cash & Cash Equivalents	**1,44,26,88,984**	**(44,81,38,497)**

As per our report of even date attached

For P. S. PURI & CO.
Firm Registration Number 029679N
Chartered Accountants

P. S. PURI & CO. New Delhi Chartered Accountants

PRATAP SINGH PURI
Proprietor
Membership No. 013563

Yogesh Sharma
Sr. VP - Finance

For and on behalf of the Board of Directors

Hari Shanker Khemka
Chairman
DIN 00514501

Aditya Khemka
Managing Director
DIN 00514552

Place : New Delhi
Date : 2 NOV 2021

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2021

NOTE - 30 SIGNIFICANT ACCOUNTING POLICIES AND PRACTICES

30.1 Basis of Preparation

The Consolidated financial statements are prepared under the historical cost convention, on accrual basis and in accordance with accounting standard notified by Companies Rules 2006 in compliance of section 133 read with Rule (7) of the Companies (Accounts) Rules, 2014 of the Companies Act, 2013. The accounting policies, except stated otherwise, have been consistently applied by the company.

The financial statements are presented in Indian Rupees ('INR') which is also the functional currency of the Holding Company.

30.2 Principles of Consolidation

The Consolidated Financial Statements relate to the Aditya Infotech Ltd (Holding Company), its subsidiaries & a Joint Venture. The Consolidated financial statements have been prepared on following basis:

(i) The financial statements of the Company and its subsidiaries are combined on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses, after fully eliminating intra-group balances and intra – group transactions resulting in unrealized profits or losses as per Accounting Standard 21 "Consolidated Financial Statements" referred to in the section 133 of the Companies Act' 2013.

(ii) The difference between the cost of investment in the subsidiaries and the Company's share of the net assets at the time of acquisition of shares in the subsidiaries are recognized in the financial statement as Goodwill or Capital Reserve, as the case may be.

(iii) The results of operations of a subsidiary are included in the consolidated financial statements as from the date on which parent-subsidiary relationship came in existence. The results of operations of a subsidiary with which parent-subsidiary relationship ceases to exist are included in the consolidated statement of profit and loss until the date of cessation of the relationship.

The difference between the proceeds from the disposal of investment in a subsidiary and the carrying amount of its assets less liabilities as of the date of disposal is recognized in the consolidated statement of profit and loss as the profit or loss on the disposal of the investment in the subsidiary.

(iv) Minority Interest in the net assets of consolidated subsidiaries is identified and presented in the consolidated balance sheet separately from liabilities and equity of the company. In case of investments in subsidiaries, where the shareholding is less than 100%, minority interest in the net assets of consolidated subsidiaries consist of:

i) The amount of equity attributable to minorities at the date on which Investment in the subsidiary is made.

ii) The minorities' share of movements in equity since the date the holding subsidiary relationship came into existence.

(v) Foreign subsidiaries representing non-integral foreign operations are translated for the purpose of consolidation, as follows (in accordance with AS – 11):

i) The assets and liabilities, both monetary and non-monetary, are translated at closing rate.

ii) Income and expense items are translated at average rate for the period.

iii) All resulting exchange differences are accumulated in foreign currency translation reserve until disposal of the net investment.

(vi) In accordance with AS 27 – "Financial Reporting of Interests in Joint Ventures", the Company has accounted for its proportionate share of interest in joint venture by the proportionate consolidation

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method. The proportionate share of Company's interest in Joint Ventures is combined on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses after eliminating intra-group transactions and resulting unrealized profits, to the extent it pertains to the Company.

30.3 ACCOUNTING POLICIES AND PRACTICES RELATING TO PARENT COMPANY:

A Recognition of Income and Expenditure:

(i) Revenues / Incomes and Costs / Expenditure are generally accounted on accrual, as they are earned or incurred.

(ii) Sale of goods is recognized on transfer of risk and rewards of ownership, which is generally on the dispatch of goods.

B Use of Estimates:

The preparation of Consolidated financial statements in conformity with generally accepted accounting principles required estimates and assumptions to be made that affect the reported amounts of assets and liabilities on the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Differences between actual results and estimates are recognized in the period in which the results are known / materialized.

C Fixed Assets:

Fixed assets are recorded at cost of acquisition less accumulated depreciation and impairment losses, if any. Costs include cost of acquisition or constructions including incidental expenses thereto and other attributable costs of bringing the assets to its working condition for its intended use.

D Depreciation:

Depreciation on fixed assets is provided on "Written Down Value Method" in accordance with the useful life prescribed in schedule II of the Companies Act, 2013. In case of assets acquired prior to 1st April 2014 carrying value of the assets (net of residual value) is depreciated over the remaining useful life as determined effective 1st April 2014. Further in accordance with the provision of Schedule II of the act in case of fixed assets which have completed their useful life as at 1st April 2014, the carrying value of the net of residual value of the assets is recognized in the retained earnings.

E Investments:

Long Term Investments are stated at historical cost. Provision for diminution in value is made in accordance with AS-13 According for Investments if the decline/ diminution is other than temporary. Current investments are stated at lower of cost or market / fair value.

F Value of Inventories:

(i) Inventories are valued on the basis given below:

Trading good – Valued at Cost or market value whichever is lower. Cost is determined on weighted average basis.

G Foreign currency transactions

(i) Transaction denominated in foreign currency are recorded at exchange rate prevailing at the time of transaction. Monetary item denominated in foreign currency at the yearend translated at exchange rates prevailing at Balance Sheet date. Premium in respect of forward contract is accounted over the period of contract. Exchange differences arising on settlement / translation of monetary items including forward contract are dealt in the statement of Profit & Loss account.

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(ii) Long term investment made in foreign currency are reported at the actual rate used for initial recognition.

H **Employee Benefits**

1: - Defined Contribution Plan

(i) Provident Fund – Contribution to the Provident Fund as per provisions of Employees Provident Fund Act 1952 is remitted to the PF Commissioner. Employer's Contribution to the Provident Fund is charged to the Profit & Loss Account.

(ii) ESI- Contribution to state plan viz. Employee's State Insurance Scheme is charges to the profit and loss account.

2: - Defined Benefit Plan

The company's liability under payment of Gratuity Act is determined on the basis of actuarial valuation made at the end of the financial year using the projected unit credit method. Actuarial gain and losses are recognized immediately in the profit and loss account as Income / expenses. Obligation is measured at the present value of estimated cash flow using a discounted rate that is determined by reference to market yield at the balance sheet date on Government Bonds.

3: - Short term Employee Benefits: -

Leave Encashment benefits are provided on the basis of calculation made by the Company based on the basic salary of the Employees and charged to the profit and loss account.

I **Borrowing Costs**

Borrowing costs charged to the Profit and Loss Account include interest and bank charges on bank borrowings and short- and long-term borrowings.

J **Segment Reporting**

The Company is engaged mainly in the business of marketing and distribution of products. Since all the activities of the Company are related to the main activity and Geographical Segments are more or less uniform in terms of risk and economic considerations, there are no reportable segments as per Accounting Standards – 17 on Segment Reporting.

K **Earnings Per Share**

Earnings Per Share (EPS) are computed on the basis of net profit after tax for the year. The number of shares used in computing basic EPS is weighted average number of shares outstanding during the year.
The diluted EPS is calculated on the same basis as basic EPS, since there are no dilutive equity shares.

L **Provisions and Contingent Liability**

The Company creates a provision when there is a present obligation as a result of past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of obligation.
A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that probably will not require an outflow of resources or where a reliable estimate of the obligation cannot be made.

P. S. PURI & CO. * New Delhi * Chartered Accountants

M **Cash Flow Statement**

Cash flows are reported using the indirect method, whereby net profit before tax is adjusted for the effects of transactions of non-cash nature. The cash flows from operating, investing and financing activities of the Company are segregated.

N **Impairment of Assets**

The carrying amounts of assets are reviewed at each Balance Sheet date if there is any indication of impairment based on Internal / External factors. An asset is impaired when the carrying amount of the asset exceeds the recoverable amount. An impairment loss is charged to the profit & loss account in the year in which an asset is identified as impaired. An impairment loss recognized in prior accounting period is reversed if there has been change in the estimate of the recoverable amount.

O **Other Income**

Other income is recognized on accrual basis

P Previous year figures have been regrouped / rearranged where ever necessary.

As Per our report of even date attached

For P. S. PURI & CO.
Firm Registration No. 029679N
Chartered Accountants

P. S. PURI & CO. New Delhi Chartered Accountants

Pratap Singh Puri
Proprietor
Membership No. 013562

Yogesh Sharma
Sr. VP - Finance

For and on behalf of the Board of Directors

Hari Shankar Khemka
Chairman
DIN 00514501

Aditya Khemka
Managing Director
DIN 00514552

Place: New Delhi
Date:- 2 NOV 2021