P. S. PURI & CO.

CHARTERED ACCOUNTANTS

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

E-mail: pspurica@gmail.com

Independent Auditor's Report

To the Members of,
Aditya Infotech Limited,
New Delhi

Report on the Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of **Aditya Infotech Limited ('the Company')**, which comprise the balance sheet as at, **31 March 2021**, the statement of profit and loss and the cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014 and other accounting principles generally accepted in India, of the state of affairs of the Company as at **March 31, 2021,** and its **profit** and its **cash flows** for the year ended on that date.

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 Financial Statements* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the 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 Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the 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 standalone financial statements and our auditors' report thereon.

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

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

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

E-43, Sector-40, Noida - 201301

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

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. 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, the Board of Directors 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditors' Responsibilities for the Audit of the Financial Statements

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

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

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

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

- planning the scope of our audit work and in evaluating the results of our work; and
- 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 relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Emphasis of Matter

We draw attention to Note No 27.19 to the Standalone financial statements regarding the wholly owned foreign subsidiary of the company namely Aditya Infotech HK Limited which has reported a negative net worth of 943.08 Lacs. The exposure of AIL is 11.66 lacs in terms of investment in Share Capital and 864.36 Lacs (864.36 Lacs Considered Doubtful) in terms of advance to this Subsidiary. The management, as a matter of prudence, has decided to make a provision of Rs. 5.83 Lacs on account of decline in the value of investments and a provision of Rs. 432.18 Lacs on advances considered doubtful of recovery, being 50 % of the outstanding investments and doubtful advances, considering the circumstances & overall business scenarios.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the **"Annexure 1"**, a statement on the matters specified in the paragraph 3 and 4 of the order.
2. As required by Section 143 (3) of the Act, we report that:
    a. have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
    b. in our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
    c. the balance sheet, the statement of profit and loss and the cash flow statement dealt with by this Report are in agreement with the books of account;
    d. in our opinion, the aforesaid financial statements comply with the 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 31 March 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2021 from being appointed as a director in terms of Section 164 (2) of the Act;
    f. with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in **"Annexure 2"**; and

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

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

   i. The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements.

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

   iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

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

[Pratap Singh Puri]
Proprietor
M. No. 013563
UDIN: 21013563AAAAAS4901

New Delhi
Dated: 2 NOV 2021

ANNEXURE 1 TO THE INDEPENDENT AUDITOR'S REPORT

[Referred to in Paragraph 1 under "Report on Other Legal & Regulatory Requirement" in our Independent Auditor's Report of even date, to the members of **Aditya Infotech Limited ('the Company')** on the standalone financial statements for the year ended **31st March 2021**]

1) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets
(b) The Company has a program of verification to cover all the items of fixed assets in a phased manner which, in our opinion, is reasonable having regard to the size of company and the nature of the assets. Pursuant to the program, certain fixed assets were physically verified by the management during the year. According to the Information and explanations given to us, no material discrepancies were noticed on such verification.
(c) According to the information and explanations given to us and on the basis of our examination of the records of the company, the title deeds of immovable properties are held in the name of company.

2) (a) The physical verification of Inventory has been conducted at reasonable Intervals by the management.
(b) The company is maintaining inventory records and any discrepancy noticed on physical verification are properly dealt in the books of accounts.

3) On the basis of the records and information and explanations given to us, the company has extended a working capital demand loans to Aditya Infotech Asia Pte. Ltd., a wholly owned subsidiary of the company. The company has been wound up & Advance of Rs 164.16 Lacs has been written off during the year & Interest of Rs 10.27 Lacs has been waived off.
Another Working Capital Demand loan has been extended to Aditya Infotech HK Limited, a wholly owned subsidiary of the company. As on 31.03.21, The Amount outstanding stands at Rs 864.36 lacs & the Interest of Rs 66.15 lacs has been provided, which is still recoverable (Refer Note 27.19. read with 27.26 C), both being companies covered in the register maintained under section 189 of the Companies Act, 2013 ('the Act')

4) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of Sections 185 and 186 of the Act in respect of grant of loans, making investments and providing guarantees and securities, as applicable.

5) The Company has not accepted any deposits from the public. Therefore, the provisions of para 3(v) of the Companies (Auditor's Report) Order, 2016 is not applicable to the company.

6) The company is not required to maintain any cost records as per section 148(1) of the Companies Act, 2013. Therefore, the provisions of para 3(vi) of the Companies (Auditor's Report) Order, 2016 is not applicable to the company.

7) (a) According to the records of the company, the company has generally been regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Employees State Insurance, Income Tax, Customs duty, Cess & Statutory dues, wherever applicable. According to the information & explanations given to us, no undisputed amounts payable in respect of such statutory dues were outstanding as at **31st March, 2021** 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 disputed statutory dues which have remained unpaid as on 31.03.2021, except the following:

Name of Statue	Nature of Dues	Amount	Period to which the amount relates	Forum where Dispute is pending
KVAT Act 2002	VAT	62,73,025	KVAT/2015-16 Special Circle-III, Ernakulam, Kerala	Hon'ble High Court, Kerala

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

8) The Company has taken loans from various banks & financial institutions. The Company has not defaulted in the repayment of dues to banks/financial institution on the basis of the records and according to the information and explanations given to us by the management.

9) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments. Term loans raised during the year have been utilised for the purposes for which these were raised.

10) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.

11) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has paid/provided for managerial remuneration, if any in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.

12) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.

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 duly disclosed in the financial statements as required by the applicable accounting standards.

14) According to the information and explanations give 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 or partly convertible debentures during the year.

15) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.

16) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

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: 21013563AAAAAS4901

New Delhi
Dated: 2 NOV 2021

ANNEXURE 2 TO THE INDEPENDENT AUDITOR'S REPORT

[Referred to in paragraph (2)f under "Report on Other Legal & Regulatory Requirements" in our Independent Auditor's Report of even date, to the members of the **Aditya Infotech Limited ('the Company')** on the standalone financial statements for the year ended 31st March, 2021]

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

We have audited the internal financial controls over financial reporting of **Aditya Infotech Limited** ("the Company") as of 31 March 2021 in conjunction with our audit of financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation

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

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 financial statements.

Inherent 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, 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 31 March 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

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

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

[Pratap Singh Puri]
Proprietor
M. No. 013563
UDIN: 21013563AAAAAS4901

New Delhi
Dated: 2 NOV 2021

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	1,93,64,95,326	1,67,15,70,737
		1,96,14,95,326	1,69,65,70,737
Non-current liabilities			
Long-term borrowings	3	14,11,45,343	24,57,94,737
Long term provisions	4	3,14,58,273	5,28,18,921
		17,26,03,616	29,86,13,658
Current liabilities			
Short-term borrowings	5	1,24,15,00,000	2,30,91,47,007
Trade payables	6	2,89,27,90,086	3,02,88,08,105
Other current liabilities	7	36,16,72,295	34,43,16,937
Short-term provisions	8	19,22,13,469	8,66,36,946
		4,68,81,75,850	5,76,89,08,995
TOTAL		**6,82,22,74,792**	**7,76,40,93,390**
ASSETS			
Non-current assets			
Property, Plant, and Equipment	9		
Tangible assets		48,61,26,418	47,99,02,398
Intangible assets		1,54,43,601	1,63,80,936
		50,15,70,019	49,62,83,334
Non-current investments	10	14,19,80,717	12,14,42,163
Deferred tax assets (net)		3,53,72,003	3,52,18,610
Long-term loans and advances	11	6,15,50,884	15,49,97,463
		74,04,73,623	80,79,41,571
Current assets			
Inventories	12	70,31,43,281	1,97,58,25,654
Trade receivables	13	3,59,24,71,762	4,02,02,48,179
Cash and cash equivalents	14	1,50,64,87,067	30,87,22,066
Short-term loans and advances	15	22,27,81,938	38,60,20,970
Other current assets	16	5,69,17,120	26,53,34,950
		6,08,18,01,167	6,95,61,51,819
TOTAL		**6,82,22,74,792**	**7,76,40,93,390**

Additional Notes on Accounts 27
Significant accounting policies 28
The Notes referred to above form an integral part of Balance Sheet

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

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	17	11,70,81,09,172	12,19,27,71,396
Other Income	18	7,56,67,335	5,33,10,413
Total Income		**11,78,37,76,507**	**12,24,60,81,809**
Expenses			
Purchase of Stock-in-Trade	19	8,02,83,52,906	8,08,12,28,266
Changes in inventories of Stock-in-Trade	20	1,19,62,10,559	1,27,34,90,617
Employee benefit expense	21	64,41,34,859	71,07,87,624
Financial costs	22	23,62,54,015	35,81,95,725
Depreciation and amortization expense	23	2,72,96,235	3,57,96,040
Other expenses	24	1,26,97,96,636	1,77,63,78,451
Total expenses		**11,40,20,45,209**	**12,23,58,76,723**
Profit before exceptional, extraordinary items and tax		38,17,31,299	1,02,05,086
Exceptional Items	25	1,73,42,420	-
Profit before extraordinary items and tax		36,43,88,879	1,02,05,086
Extraordinary Items	26	(7,75,000)	(41,59,158)
Profit before tax		36,51,63,879	1,43,64,244
Tax expense:			
Current tax		10,20,00,000	1,20,00,000
Deferred tax		(1,53,393)	69,31,119
Tax in respect of earlier years		18,35,677	(9,57,403)
Profit / (Loss) for the period		**26,14,81,594**	**(36,09,472)**
Earning per equity share of Rs. 10/- each			
Weighted average number of equity shares outstanding during the year		2500000	2500000
Earning per share			
(1) Basic		104.59	(1.44)
(2) Diluted		104.59	(1.44)
Additional Notes on Accounts	27		
Significant accounting policies	28		

The Notes referred to above form an integral part of statement of Profit & Loss

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

For and on behalf of the Board of Directors

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 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	14,42,74,576	14,42,74,576
Add: Amount Transfer from Statement of Profit & Loss	2,61,48,159	-
Closing Balance	**17,04,22,735**	**14,42,74,576**
(ii) Balance in Statement of Profit & Loss		
Opening Balance	1,52,72,96,161	1,53,69,33,400
Add: Net Profit for the year	26,14,81,594	(36,09,473)
Reversal of Excess Depreciation related to Prior Years	34,42,996	-
Less: Appropriations		
Dividend Paid	-	60,27,765
Transfer to General Reserve	2,61,48,159	-
Closing Balance	**1,76,60,72,592**	**1,52,72,96,161**
Total	**1,93,64,95,326**	**1,67,15,70,737**

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

Notes to the Accounts As at 31st March 2021

Particulars	As at 31st March, 2021 Rs.	As at 31st March, 2020 Rs.
Note 3 - Long Term Borrowings		
a) Secured Loans		
Term Loan from Banks	12,76,45,343	16,53,94,737
	12,76,45,343	**16,53,94,737**

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)	**14,11,45,343**	**24,57,94,737**

Terms of repayment for Long Term Unsecured Borrowings :-

Loan and advances from related party	Terms of Repayment
- From Directors	- 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/-)	-Repaid during the year
-Inter Corporate Deposit Rs. 1,35,00,000/- (Previous Year Rs. NIL/-)	-Repayable on / Upto 31st July 2023

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

Notes to the Accounts As at 31st March 2021

Particulars	As at 31st March, 2021 Rs.	As at 31st March, 2020 Rs.
Note 4 - Long Term Provisions		
Provision for Gratuity (Refer Note No 27.9B)	88,89,973	3,60,46,179
Provision for Leave Encashment (Refer Note No 27.9B)	2,25,68,300	1,67,72,742
	3,14,58,273	**5,28,18,921**
Note 5 - 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**
b) Unsecured		
Loan and advances from related party		
- From Directors	5,65,00,000	-
	5,65,00,000	-
Total (a+b)	**1,24,15,00,000**	**2,30,91,47,007**
Note 6 - Trade Payables		
- Micro, Medium and Small Enterprises	3,64,10,541	3,03,10,888
- Others	2,85,63,79,544	2,99,84,97,217
	2,89,27,90,086	**3,02,88,08,105**
Note 7 - Other Current Liabilities		
Current maturities of long term debts	8,67,87,035	9,22,12,710
Tax Deducted at Source / TCS Payable	2,61,83,303	1,99,94,185
Goods and Service Tax	9,98,57,748	2,89,43,003
Interest accrued but not due on borrowings	44,25,288	2,24,20,727
Others Payable	14,44,18,921	18,07,46,312
	36,16,72,295	**34,43,16,937**
Note 8 - Short-Term Provisions		
Provision for employees benefits:		
Bonus Payable	35,19,057	43,83,037
Provision for Gratuity (Refer Note No 27.9B)	36,31,677	17,82,303
Leave Encashment (Refer Note No 27.9B)	22,42,836	18,31,855
Others provisions:		
Provision for Warranty (Refer Note No 27.11)	8,08,19,899	6,66,39,752
Provision for Taxation	10,20,00,000	1,20,00,000
	19,22,13,469	**8,66,36,946**

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

Notes to the Accounts As at 31st March 2021

Particulars	As at 31st March, 2021 Rs.	As at 31st March, 2020 Rs.
Note 10 - Non-Current Investment		
(A) Trade Investment		
Investment in Equity Shares (Unquoted)		
Investment In Shares of Subsidiary Companies		
- Aditya Infotech (HK) Limited, Hongkong 2,00,000 Ordinary Shares of HKD 1 each	11,66,054	11,66,054
- CP Plus Gmbh & Co. KG, Germany 31,500 Equity Shares of EURO 1 each	-	21,63,285
- CP Plus Management Gmbh, Germany 22,500 Equity Shares of EURO 1 each	-	14,67,900
- Aditya Infotech Asia Pte. Ltd., Singapore 20,000 Equity Shares of SGD 1 each	-	9,26,420
- Shenzhen CP Plus International Ltd, China 11,80,250 Equity Share of 1 RMB each	1,11,88,775	1,11,88,775
Less: Provision for investment in subsidiary companies considered doubtful of recovery (Refer Note 27.19)	(5,83,027)	(5,23,118)
	1,17,71,802	**1,63,89,315**
Investment In Joint Venture		
- AIL Dixon Technologies Pvt Ltd. 95,00,000 Equity Shares of Rs. 10/- each	9,50,00,000	9,50,00,000
	9,50,00,000	**9,50,00,000**
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**
- Aggregate amount of unquoted investments in Equity Shares Rs. 10,69,78,052/- (Previous Year Rs. 11,15,95,565/-)	**10,69,78,052**	**11,15,95,565**
(B) Other Investments		
Investment in properties (Refer Note No. 27.14)	67,81,485	67,81,485
Less: Accumulated Depreciation	17,29,818	14,23,347
Total	**50,51,667**	**53,58,138**
(C) 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**
	14,19,80,717	**12,14,42,163**
Note 11 - Long-Term Loans & Advances		
Unsecured, considered good		
- Security Deposits	77,92,660	1,20,75,154
- Other Deposits	55,04,439	82,84,550
Grauity Scheme with LIC	32,66,145	4,51,03,550
Loan to Group Companies (Refer Note No. 27.26 C)	8,82,05,640	11,30,78,850
Less: Provision for doubtful loan in subsidiary companies (Refer Note No. 27.19)	(4,32,18,000)	(2,35,44,640)
	6,15,50,884	**15,49,97,463**
Note 12 - Inventories		
(As taken, valued & certified by management)		
Trading goods	63,40,98,399	1,82,86,85,525
Components	1,23,64,618	1,39,88,051
Others	5,66,80,264	13,31,52,078
- Trading goods includes Rs. 3,66,84,404/- (Previous Year Rs. 44,02,97,630/-) as goods in transit.	**70,31,43,281**	**1,97,58,25,654**

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

Notes to the Accounts As at 31st March 2021

Particulars	As at 31st March, 2021 Rs.	As at 31st March, 2020 Rs.
Note 13 - Trade Receivables		
Unsecured, considered good		
Debt outstanding more than Six Month	18,82,38,653	7,63,33,884
Other Debts	3,37,05,14,721	3,90,82,37,874
Unsecured, considered doubtful		
Debt outstanding more than Six Month	4,89,07,890	6,57,13,489
Other Debts	1,86,17,086	37,69,519
Less: Provision for doubtful debts	(3,38,06,587)	(3,38,06,587)
	3,59,24,71,762	**4,02,02,48,179**
Note 14- Cash and Cash Equivalents		
A) Cash and cash equivalents		
Current Accounts	8,86,88,088	3,13,15,301
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	12,24,580	13,96,988
	1,50,05,35,226	**6,68,58,757**
B) Other bank balances		
Fixed Deposit with the maturity of > 3 months or < 12 months	59,51,841	24,18,63,309
	1,50,64,87,067	**30,87,22,066**
Note 15- 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/-)	5,73,23,297	8,09,31,159
Prepaid Expenses	1,17,99,261	1,39,73,769
Staff Advance	1,33,46,500	2,13,19,000
Security Deposit	41,73,610	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/-)	2,68,73,056	3,70,58,890
Others	1,32,370	2,37,06,623
	22,27,81,938	**38,60,20,970**
Note 16 - Other Current Assets		
Vendor Claim Receivable	1,84,85,967	21,72,61,976
Forward Deferred Assets	2,31,776	1,41,11,579
Accrued Interest (Group Companies) (Refer Note No 27.26 C)	66,15,423	1,40,02,976
Accrued Interest (Others)	2,50,27,861	1,41,77,327
Others (Refer Note No.27.6)	65,56,092	57,81,092
	5,69,17,120	**26,53,34,950**

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

Notes to the Accounts As at 31st March 2021

Particulars	Year ended 31st March, 2021 Rs.	Year ended 31st March, 2020 Rs.
Note 17 - Revenue From Operations		
Sale of Products	11,61,28,08,358	12,01,41,18,864
Sale of Components	7,40,06,800	15,51,22,523
Sale of Services	2,12,94,014	2,35,30,009
	11,70,81,09,172	**12,19,27,71,396**
Sales / Services in Broad Head		
Security	11,68,68,15,158	12,16,92,41,387
Services	2,12,94,014	2,35,30,009
	11,70,81,09,172	**12,19,27,71,396**
Note 18 - Other Income		
Interest Income	4,15,60,837	3,27,32,936
Interest received on Income Tax refund	1,54,85,331	
Interest Income on Gratuity Fund (Refer Note No 27.9B)	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	83,94,621	61,09,134
Profit on Sale of Fixed Assets	4,33,625	-
Rental Income	28,90,050	36,99,576
Business Support Services (Group Co.)	6,59,952	12,81,560
Technical Training Services	-	40,02,006
Other Income	16,45,957	7,81,076
Prior Period Income	-	12,10,433
	7,56,67,335	**5,33,10,413**
Note 19 - Purchase of Stock -in -Trade		
Purchase of Products	7,95,62,68,865	7,92,84,39,756
Purchase of Components	7,20,84,041	15,27,88,509
	8,02,83,52,906	**8,08,12,28,266**
Note 20 - Change in Inventories of Stock-in-Trade		
Closing Stock		
-Trading Goods	64,64,63,017	1,84,26,73,576
Less: Opening Stock		
-Trading Goods	1,84,26,73,576	3,11,61,64,193
Increase/(Decrease) in Stock	**(1,19,62,10,559)**	**(1,27,34,90,617)**
Note 21 - Employees Benefit Expenses		
Salaries and Wages	58,87,75,164	67,54,90,045
Gratuity (Refer Note No 27.9B)	1,92,33,273	(64,84,756)
Salary in lieu of leaves (Refer Note No 27.9B)	1,02,69,057	65,80,889
Contribution to provident and other funds	2,18,79,508	2,64,98,262
Staff Welfare expenses	39,77,857	87,03,184
	64,41,34,859	**71,07,87,624**
Note 22 - Financial Costs		
Interest Expenses	22,17,76,168	34,26,06,435
Bank Charges	1,04,67,147	1,27,91,498
Net (gain) / loss on currency fluctuation and translation	40,10,700	27,97,792
	23,62,54,015	**35,81,95,725**
Note 23 - Depreciation and amortization expense		
Depreciation on Property, Plant, and Equipment (Refer Note No. 9)	2,69,89,762	3,54,70,996
Depreciation on Investment in properties (Refer Note No. 27.14)	3,06,471	3,25,045
	2,72,96,235	**3,57,96,040**

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

Notes to the Accounts As at 31st March 2021

Particulars	Year ended 31st March, 2021 Rs.	Year ended 31st March, 2020 Rs.
Note 24 - Other Expenses		
Rent	2,97,54,282	3,76,99,029
Rates & Taxes	9,21,958	13,85,806
Insurance	1,51,21,265	1,54,69,043
Travelling & Conveyance expenses	81,22,378	4,43,14,994
Legal & professional expenses	4,05,64,748	4,36,72,307
Fees & Subscription	81,61,838	92,94,685
Telephone & Internet charges	54,48,534	79,25,735
Auditors remuneration (Refer note no 27.13)	8,00,000	8,00,000
Electricity & Water Expenses	79,90,656	1,21,18,468
Repair to Building	66,30,808	26,73,814
Repair to Others	24,50,197	65,33,120
Advertisement & Business Promotion Expenses	8,56,72,029	17,55,99,153
Selling Expenses	62,97,02,349	92,70,85,904
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 (Refer note no 27.23)	93,31,354	1,29,31,980
Loss on sale of fixed assets	-	4,84,871
Bank charges	25,20,482	22,35,743
Interest Others	1,83,27,471	1,45,49,274
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 12,03,531
Provision for Doubtful Advances to suppliers	84,23,594	5,46,407
Provision for Doubtful loan of Group Company	1,96,73,360	2,35,44,640
Provision for Doubtful Investment	59,909	5,23,118
Loss on Investment (Refer Note No. 27.20)	15,60,151	-
Balances Written Off	1,56,41,474	1,05,26,024
Net (gain) / loss on currency fluctuation and translation (Other than considered as finance cost)	38,06,257	5,24,98,080
Vendor and logistic support (Refer note no 27.2)	2,22,83,597	3,26,60,137
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	49,80,426	70,69,985
Vehicle Running & Maintenance	16,65,440	28,64,816
Vehicle Lease Rent (Refer note no 27.25)	18,86,916	15,24,632
Printing & Stationery	16,48,968	41,86,686
Security Expenses	24,80,048	29,17,889
Project & AMC Support Expenses	1,30,161	78,58,765
Traning Expenses	1,42,836	29,65,788
Postage and Courier Charges	11,34,195	18,48,356
Computer Software Expenses	18,88,685	11,01,048
Other expenses	42,35,382	1,04,40,200
	1,26,97,96,636	**1,77,63,78,451**
Note 25 - Exceptional Items		
Loan Written off (Refer Note No. 27.19)	1,64,16,000	-
Investment written off (Refer Note No. 27.19)	9,26,420	-
	1,73,42,420	**-**
Note 26 - Extraordinary Items		
Insurance Claim FY 2019-20 recovered (Refer Note No. 27.15)	-	(39,59,158)
Amount recovered against provision towards impairment of asset (Refer Note No. 27.6)	(7,75,000)	(2,00,000)
	(7,75,000)	**(41,59,158)**

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

Note 9 - 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	19,33,07,789	-	-	19,33,07,789	3,11,49,990	79,10,601	-	-	3,90,60,591	15,42,47,198	16,21,57,799
Office Equipment	4,83,03,739	7,44,823	3,17,687	4,87,30,874	3,47,81,525	45,46,385	2,93,213	-	3,90,34,696	96,96,178	1,35,22,214
Computers & Peripherals	2,89,59,501	18,88,427	28,61,133	2,79,86,795	2,34,09,902	32,29,541	27,15,736	-	2,39,23,707	40,63,088	55,49,599
Furniture, Fixture & Fittings	3,97,76,662	14,29,322	9,12,933	4,02,93,051	2,16,34,001	47,83,496	7,75,642	-	2,56,41,856	1,46,51,195	1,81,42,661
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	1,99,14,713	2,18,18,432	1,45,39,441	2,71,93,704	1,60,73,539	14,72,295	1,29,24,542	-	46,21,291	2,25,72,412	38,41,175
Total	**61,05,16,102**	**3,06,79,004**	**1,90,53,555**	**62,21,41,551**	**13,06,13,704**	**2,24,31,432**	**1,70,30,002**	**-**	**13,60,15,134**	**48,61,26,418**	**47,99,02,398**
Intangible Assets											
Computer Software	4,09,98,850	1,78,000	-	4,11,76,850	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**	**1,54,43,601**	**1,63,80,936**
Grand Total	**66,75,36,434**	**3,08,57,004**	**1,90,53,555**	**67,93,39,883**	**17,12,53,100**	**2,69,89,762**	**1,70,30,002**	**34,42,996**	**17,77,69,864**	**50,15,70,019**	**49,62,83,334**
Preuious Year	**66,29,85,883**	**1,36,61,039**	**91,10,489**	**66,75,36,434**	**14,37,91,082**	**3,54,70,996**	**80,08,978**	**-**	**17,12,53,100**	**49,62,83,334**	**51,91,94,802**

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

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

Note 27 : Additional Notes on Accounts

	Particulars	Current Year 2020-2021 Rs.	Previous Year 2019-2020 Rs.
27.1	**Value of Import calculated on C.I.F. basis**		
	Trading Goods, Components and spare parts	91,34,16,534	2,99,79,37,375
		91,34,16,534	2,99,79,37,375
27.2	**Expenditure in Foreign Currency**		
	Vendor and logistic support	2,22,83,597	3,26,60,137
	Interest	16,82,914	5,38,600
	Others	1,43,67,293	1,08,15,742
		3,83,33,804	**4,40,14,479**
27.3	**Earnings in Foreign Currency**		
	Export of goods calculated on FOB basis	2,98,24,548	3,43,64,384
	Interest	71,52,435	1,32,86,920
	Business Support Service	6,59,952	12,81,560
	Dividend Income	11,69,370	-
		3,88,06,305	**4,89,32,864**
27.4	**Contingent Liabilities**		
	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**

27.5 **Deferred Taxes**

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	(49,67,980)	(97,602)
Closing DTA	2,76,22,108	3,25,90,088
DTL on Depreciation		
Opening DTL	(26,28,522)	(94,62,039)
Current Year Impact	51,21,373	(68,33,517)
Closing DTL	(77,49,895)	(26,28,522)
Net DTA / (DTL)	**3,53,72,003**	**3,52,18,610**

27.6 **Provision Towards Fraud**

Receivable - Fraud Account	3,78,48,568	3,78,48,568
Less: Provision towards Impairment of assets on a/c of fraud	(3,12,92,476)	(3,20,67,476)
Total amount recovered	**65,56,092**	**57,81,092**

In the financial year 2015-16 the company created a provision of Rs. 3,34,09,484 /- towards impairment of assets which was reported as an extraordinary item. This was after considering recovery of a sum of Rs. 36,42,000 and stock of Rs 7,97,084 from the alleged perpetrators of the fraud. A criminal complaint was filed and recovery proceedings are pending in the court of law. No tax benefit has been claimed on this provision for loss and the same shall be claimed in the year, in which the difference between the actual results and estimate are known /materialized and the difference is finally written off.

During the year the company has recovered Rs.7,75,000/- (Cummulative amount receovered Rs.65,56,092/-) and accordingly the provision towards impairment of assets has been reversed resulting in corresponding Extraordinary Income (Refer note no 26).

27.7 **Fraud case during the F.Y. 2017-18**

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.

27.8 **Dividend**

The Directors have recommended dividend of Rs 4 per share amounting to Rs 1 crore for the financial year 2020-21 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.

27.9 **Employee Benefits**

As per Accounting Standard- 15 (Revised)" Employee Benefits",the required disclosures of Employee Benefits to the extent applicable to the company 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

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

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	-	-	-	-

(v) Expense Recognized in the Statement of Profit & Loss during the year (under the head "Employee benefit Expense "in Note 21)

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

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

(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

27.10 Based on the responses received from certain suppliers,the Company has certain dues to suppliers registered under Micro, Small and 'Medium Enterprises Development Act, 2006 (MSMED ACT).The disclosure pursuant to the said MSMED Act are as follows:

Particulars	Current Year 2020-2021 Rs.	Previous Year 2019-2020 Rs.
Principal amount due to suppliers registered under the MSMED Act, and remaining unpaid as at year end	2,95,48,344	4,36,18,540
Interest due to suppliers registered under the MSMED Act, and remaining unpaid as at year end (Only Micro and Small)	34,782	1,56,162
Principal amount paid to suppliers registered under the MSMED Act,beyond the appointed day during the year	56,29,94,493	18,38,48,164
Interest paid,other than under section 16 of MSMED Act,to suppliers registered under the MSMED Act beyond the appointed day during the year	NIL	NIL
Interest paid,under section16 of MSMED Act,to suppliers registered under the MSMED Act, beyond the appointed day during the year	6,03,485	11,37,550
Interest due and payable towards suppliers, registered under MSMED Act, for payments already made	8,58,486	6,03,485
Further interest remaining due and payable for earlier years	NIL	NIL

27.11 **Provision for Warranty**

Provision is recognized for expected warranty claims on products sold based on best estimate of probable liability under its product warranties. Management has determined the warranty provision based on historical experience which stand at Rs.6,08,19,899 at the end of the current financial year (Previous year: Rs.6,66,39,752).

27.12 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.

27.13 Auditors Remuneration

Particulars	Current Year 2020-2021 Rs.	Previous Year 2019-2020 Rs.
Statutory Audit Fees	7,50,000	7,50,000
Certification fee	50,000	50,000
	8,00,000	**8,00,000**

27.14 **Investment in Properties**

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**

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

27.15 Contingent Assets

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.Inthe 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 this 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.

27.16 Balances of certain trade receivables, trade payables, other liabilities and other advances are in process of confirmation or reconciliation.

27.17 Foreign exchange derivatives and exposures outstanding at the year end:

Particulars	Current Year (2020-2021)		Previous Year (2019-2020)	
	USD	Rs.	USD	Rs.
Hedgeing on account of underline exposure				
Hedged - Shipped	7,24,936	5,32,86,233	1,51,03,739	1,13,86,08,929
Hedged - Unshipped	-	-	16,90,866	12,74,67,455
Unhedged - Open Exposure*	5,99,727	4,40,82,787	46,13,092	34,77,62,088
Hedgeing on account of past performance	-	-	40,00,000	30,15,43,600

*Credit note of USD 2.9 mn was not adjusted in the exposure in FY 2019-2020 as the same was received in current financial year.

27.18 An Income Tax survey u/s 133 A of Income tax Act was carried out at the premises of the company on 18th February 2019 relevant to financial year ending 31.3.2019. During the course of survey,the survey team raised certain issues and insisted on declaration of additional income amounting to Rs. 40.58 Crores (Tax Impact amount of Rs.14.18 Crore).The Board considered all the points raised by the survey team and were of the considered view that no additional income needs to be offered to tax, as the same has been correctly accounted for/duly accounted for in the books of accounts.

The Assessment proceedings has been concluded before the Assessing Officer who has raised the demand of Rs.18.95 Crores vide order dated 30.09.21.The said order has been challenged before The Commissioner of Income Tax (Appeals) & is pending adjudication.

27.19 In the current year, Aditya Infotech Asia Pte.Limited has been wound up. The company was holding investments amounting to Rs 9.26 lacs against which the realization is NIL & the company has booked a capital loss of Rs 9.26 lacs during the year. Further, there stood a loan outstanding of Rs 164.16 lacs from Aditya Infotech Asia Pte. Ltd. which remained unrecovered & has been written off in the books of accounts.

Aditya Infotech HK Limited has reported a Negative Net Worth of Rs. 943.08 Lacs as on 31.03.21. The exposure of AIL is Rs 11.66 lacs in terms of investment in Share Capital and Rs. 864.36 Lacs in terms of advances to these Subsidiaries. The management, as a matter of prudence, has decided to make a provision of Rs. 5.83 Lacs on account of decline in the value of investments and a provision of Rs. 432.18 Lacs on advances considered doubtful of recovery, being 50% of the outstanding investmen and doubtful advances,considering the circumstances & overall business scenario.

In the previous year, the wholly owned foreign subsidiary of the company namely Aditya Infotech HK Limited and Aditya Infotech Asia Pte. Limited had reported a negative net worth of 962 Lacs. 'The exposure of AIL was 20.92 lacs in terms of investment in Share Capital and 1028.52 Lacs in terms of advances to these Subsidiaries.The management,as a matter of prudence,had decided to make a provision of Rs.5.23 Lacs(Previous Year) on account of decline in the value of investments and a provision of Rs. 235.44 Lacs (Previous Year) on advances considered doubtful of recovery, being 25% of the outstanding investment and doubtful advances, considering the then circumstances.

27.20 In the Current year FY 20-21, the German subsidiary company CP Plus GmbH & Co. KG has been wound up. The company (AIL) was holding investment of amounting to Rs. 21.63 Lacs (Euro 31,500.00) in this subsidiary against which the realisation was Rs. 11.52 Lacs (EURO 13,379.56) only and the company has booked the loss on investment of Rs. 15.60 Lacs (Euro 18,120.44) having a net impact of foreign exchange fluctuation of Rs. 5.49 Lacs.

Further in the same year the another German subsidiary company CP Plus Management GmbH has been sold out at par amounting to Rs.14.68 Lacs (Euro 22,500.00) Moreover the dividend of Rs. 11.69 Lacs (Euro 13,500.00) has been received from the company .

27.21 (a) The company entered into a Joint Venture with AIL Dixon Technologies Pvt. Ltd. for setting up manufacturing factility for security surviillance systems.To initially support the manufacturing operations of the Joint Venture, the Company has procured components for AIL Dixon Technoogies Pvt.Ltd. (Joint Venture) and sold the same as High Sea sales amounting of Rs. NIL during the year (Previous Year Rs. 4.78 Crore). As AIL Dixon Technologies Pvt. Ltd. has now established direct sourcing of material, this facility principally, has been discontinued w.e.f. 25th May 2019.

(b) As a consequence of these transactions, the unrealized margin from the companies end customers, reported as current year profit due to sale of components to AIL Dixon Pvt. Ltd. at a margin and its consequential impact on the stock valuations, is estimated at Rs. NIL (Previous Year Rs. 0.70 Crore).

27.22 The Company has acquired a plot of Land from Noida Authority which stands capitalised at Rs 17.81 crores for the purposes of setting up Software I.T unit / I.T. enabled services Unit. As per the Transfer Memorandom, the company is liable to make the unit functional with in one year from the date of Transfer Memorandum dated 12.06.18 The company is yet to make the unit functional, however it has sought extension of time which as on 31.03.21 stands extended upto 11.07.21.The Transfer Memorandum further states that in case of breach of terms & conditions, the transfer deed shall be revoked & the possession shall be resumed by the authorities.

27.23 Corporate Social Responsibility :-

As per section 135 of companies act 2013, a corporate social responsibility (CSR) committee has been formed by the company.During the year, the company was required to spend Rs. 92,91,364 as per the provisions of section 135 of the Companies Act, 2013.

The CSR activities of the Company are generally carried out through Implementing agency & directly by the company.The amount contributed & spent is summarised here in below :-

Total Contribution	2,18,31,354	
Amount Spent	93,31,354	Refer Note No. 24
Amount unspent out of Amount transferred to Implementing Agency	1,25,00,000	Refer Note No. 15

27.24 Joint Venture

Name of Joint Venture	Proportion of ownership interest	
	Current Year 2020-2021	Previous Year 2019-2020
AIL Dixon Technologies Pvt. Ltd.	50	50

The Company's share of each of the assets, liabilities, income and expenses in the joint venture, based on the audited financial statements are as follows:

			Rs. in lacs
(a)	**Assets:**	31-Mar-21	31-Mar-20
	Tangible Assets	1,498.89	1,578.95
	Deferred tax assets (Net)	-	-
	Long-term loans and advances	214.29	145.95
	Inventories	6,534.85	5,614.91
	Trade Receivables	8,271.26	7,607.03
	Cash and Bank balances	584.74	133.93
	Short-term loans and advances	-	100.00
	Other current assets	593.39	1,216.92
(b)	**Liabilities:**		
	Equity share capital	950.00	950.00
	Non-Current Liabilities	283.92	209.33
	Borrowings	250.00	200.00
	Trade Payables	15,191.25	14,441.36
	Other current liabilities	260.86	255.48
	Short-term provisions	0.34	0.01
(c)	**Income:**		
	Revenue from operations	23,143.65	21,640.28
	Other Income	0.61	1.25
(d)	**Expenses:**		
	Cost of Materials Consumed	21,512.09	19,854.59
	Changes in inventories of finished goods, work-in-progess and Stock-in-trade	(222.39)	179.20
	Employee benefits expense	209.36	208.56
	Finance Costs	59.61	58.46
	Depreciation and amortization expense	141.69	137.65
	Other expenses	861.27	783.07
	Provision for current and deferred tax	163.09	125.43

27.25 The Company entered into an vehicle lease agreement in the year 2018-2019 with the M/s ALD automative private limited for acquireing vehicle on lease under operating lease arrangement.The disclousure as per AS 19 Lease accounting under operating lease as follows:-

	Particulars	31-Mar-21	31-Mar-20
1	**The total of future minimum lease payments under operating leases for each of the following periods:**		
a)	Not later than one year	15,25,531	18,86,916
b)	Later than one year but not later than five years	7,93,639	23,19,170
c)	Later than five years	-	-
d)	Total expected future lease payment	23,19,170	42,06,086
2	The total of future minimum sublease payments expected to be received under non-cancellable subleases at the balance sheet date;	NIL	NIL
3	Lease payments recognised in the statement of profit and loss for the period, with separate amounts for minimum lease payments and contingent rents;	18,86,916	15,24,632
4	Sub-lease payments received (or receivable) recognised in the statement of profit and loss for the period;	NIL	NIL
5	**A general description of the lessee's significant leasing arrangements including, but not limited to, the following:**		
a)	The Contingent rent will be determined on the basis of additional kilometer travelled beyond the limit mentioned in the agreement.		
b)	The terms of the agreement are cancellable both at the option of lessee and lessor.		

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

A. **Name of related parties where control exists and nature of relationship:**

Direct Subsidiaries Companies

Aditya Infotech (HK) Limited
Aditya Infotech Asia Pte. Limited
CP PLUS GmbH & Co. KG
CP PLUS Management GmbH
Shenzhen CP Plus International Limited

B. **Other related parties with whom transactions have taken place and description of relationship:**

Joint Venture Companies

AIL Dixon Technologies Pvt. Ltd.

Key Management Personnel

Mr. Hari Shanker Khemka, Chairman
Mr. Aditya Khemka, Managing Director

Relatives of key management personnel

Mr. Rishi Khemka (Son of Mr. Hari Shanker Khemka)
Mrs. Shradha Khemka (Wife of Mr. Aditya Khemka)
Mr. Anannay Khemka (Son of Mr. Aditya Khemka)

Enterprises having common Key Managerial Personnel having substantial interests:

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

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

C. Detail of transactions with related parties:

Rs. In Lacs

S. No.	Particulars	31.03.2021	31.03.2020
1	**Direct Subsidiaries Companies:**		
a)	**Aditya Infotech (HK) Ltd**		
	Sale of Goods	-	1.03
	Interest Income on loan	66.15	48.92
	Management fees	5.15	5.28
	Loan	-	864.36
	Purchase of Goods	0.00	-
	Outstanding at the year end:		
	Trade payable		-
	Loan to group companies	864.36	864.36
	Trade receivable	-	-
	Investments	11.66	11.66
	Interest receivable	66.15	48.92
	Other receivable	5.15	5.28
b)	**Aditya Infotech Asia Pte Ltd.**		
	Interest Income on loan	15.64	83.94
	Management fees	1.45	7.54
	Loan written off	164.16	-
	Investment written off	9.26	-
	Interest receivable written off	10.44	-
	Receipt of loan	-	654.70
	Investment in equity	-	-
	Outstanding at the year end:		
	Trade receivable	-	-
	Loan to group companies	-	164.16
	Investments	-	9.26
	Interest receivable	-	83.94
	Other receivable	-	7.54
c)	**CP PLUS Gmbh & Co. KG**		
	Loss of Disposal of Investment	15.60	-
	Return of Equity Shares	11.52	-
	Outstanding at the year end:		
	Investments	-	21.63
	Other Receivable	11.52	-
d)	**CP PLUS Management Gmbh**		
	Sale of Investment	19.37	-
	Dividend Income	11.69	-
	Outstanding at the year end:		
	Investments	-	14.68
	Trade receivable	-	-
e)	**Shenzhen CP Plus International Ltd.**		
	Business Information consultancy	222.84	326.60
	Sales of Goods	0.22	0.04
	Purchase of Goods	1.99	-
	Investment in equity	-	-
	Outstanding at the year end:		
	Trade /Other payable	137.77	49.47
	Investments	111.89	111.89
2	**Joint Venture Companies:**		
a)	**AIL Dixon Technologies Pvt. Ltd.**		
	Sale of Goods	0.66	478.78
	Sale of Fixed Assets	-	1.43
	Interest Income on Loan	-	19.99
	Loan	-	-
	Purchase of Goods	42,931.63	43,010.69
	Other Charges	0.02	5.30
	Advance to suppliers	-	-
	Investments in equity	-	-
	Outstanding at the year end:		
	Trade receivable	-	0.15
	Trade Payable	15,692.67	15,062.82
	Advance to suppliers	-	-
	Loan Receivable	-	-
	Interest Receivable	-	7.16
	Investments	950.00	950.00

Rs. In Lacs

S. No.	Particulars	31.03.2021	31.03.2020
3 (a)	**Key Management Personnel:**		
	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
b)	**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	-	-
	Outstanding at the year end:		
	Long term borrowings	-	100.00
	Short term borrowings	100.00	-
	Other Payable	46.26	2.36
4	**Relatives of key management personnel:**		
a)	**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	-
5	**Enterprises having common Key Managerial Personnel having substantial interests:**		
a)	**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	-
b)	**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	-	-
c)	**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	-
d)	**Aditya Colonizers Private Limited**		
	Commission and Brokerage Charges	2.00	-
	Outstanding at the year end:		
	Trade payable	-	-
e)	**Seth Parmanand Khemka Charitable Trust**		
	CSR Expenses	65.91	-
	Advances on Ongoing Project Under CSR	125.00	-

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

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	36,43,88,879	1,02,05,086
Adjusted for :		
Depreciation	2,69,89,762	3,54,70,996
Interest Paid	22,17,76,168	34,26,06,435
Provision on dimunition in value of investment	1,97,33,269	2,40,67,759
Net unrealised exchange (gain) / loss	(10,88,733)	1,61,75,720
(Profit) / Loss on disposal of investment	15,60,151	-
Loan Written off	1,64,16,000	-
Investment Written off	9,26,420	-
Rental Income	(28,90,050)	(36,99,576)
Dividend received	(12,09,450)	-
Interest received	(4,49,48,349)	(3,62,26,628)
(Profit) / Loss on sale of Property, Plant, and Equipment	(4,33,625)	4,84,871
Operating profit before working capital changes	60,12,20,441	38,90,84,663
Adjusted for :		
Trade Creditors & Other Payables	(11,79,32,382)	(1,15,41,11,992)
Inventories	1,27,26,82,373	1,25,93,53,029
Trade & Other Receivables	89,28,79,860	51,73,93,629
Cash generated from operations	2,64,88,50,292	1,01,17,19,329
Income Tax paid	1,38,35,677	24,90,42,597
Net cash from operating activities before extraordinary item	2,63,50,14,615	76,26,76,732
Extraordinary items	(7,75,000)	(41,59,158)
Net cash from operating activities	**2,63,57,89,615**	**76,68,35,890**
B. Cash flow from investing activities		
Purchase of Property, Plant, and Equipment	(3,08,57,004)	(1,36,61,039)
Sale of Property, Plant, and Equipment	20,23,553	11,01,511
Dividend Received	12,09,450	-
Interest received	4,49,48,349	3,62,26,628
Rental Income	28,90,050	36,99,576
Purchase/Sale of Investment	21,53,72,915	(24,55,03,605)
Profit/Loss on disposal of Investment	(15,60,151)	-
(Profit) / Loss on sale of Property, Plant, and Equipment	4,33,625	(4,84,871)
Loan Written off	(1,64,16,000)	-
Investments written off	(9,26,420)	-
Provision on dimunition in value of investment	(1,97,33,269)	(2,40,67,759)
Net cash used in investing activities	**19,73,85,097**	**(24,26,89,558)**
C. Cash flow from financing activities		
Proceeds / (Repayment) of Short Term Bank Borrowings	(1,12,41,47,007)	(50,61,91,684)
Proceeds / (Repayment) of Long Term Bank Borrowings	(4,31,75,069)	(9,96,41,655)
Repayment of Inter Corporate Deposits	(1,04,00,000)	(1,00,00,000)
Dividend Paid	-	(60,27,765)
Interest Paid	(22,17,76,168)	(34,26,06,435)
Net cash used in financing activities	**(1,39,94,98,244)**	**(96,44,67,539)**
Net increase / (decrease) In Cash & Cash Equivalents (A+B+C)	**1,43,36,76,469**	**(44,03,21,208)**
Cash & Cash Equivalents at the beginning of the year	6,68,58,757	50,71,79,965
Cash & Cash Equivalents at the year end	1,50,05,35,226	6,68,58,757
Net increase / (decrease) In Cash & Cash Equivalents	**1,43,36,76,469**	**(44,03,21,208)**

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

NOTE - 28 NOTES TO FINANCIAL STATEMENTS

28.1 Corporate Information

Aditya Infotech Limited ("the Company") is a Public limited company having CIN no. U74899DL1995PLC066784 and was incorporated on 27th March 1995 with Registrar of Companies, New Delhi.

The Company's registered office is situated at F-28, Okhla Industrial Area, Phase-1, New Delhi - 110020 and corporate office is situated at A- 12, Sector-4, Noida - 201301.

Initially, the company started the nation-wide distribution business in computer parts and its peripherals in India. In the year 2000, the company expanded the business into niche technology verticals i.e., professional audio/ video, graphics & multimedia, animation, post-production, and broadcast solutions. In the year 2007, the company introduced security & surveillance business unit and achieved leadership in security & surveillance products distribution and played an instrumental role in building video surveillance security market in India. CP PLUS, the company owned brand, is an instigator for introducing new technologies to the Indian market. The Company has the unique distinction of having secured more than a million locations across a wide spectrum of varied industries, government establishments, retail chains, educational institutions, financial institutions, public spaces, and infrastructure projects.

28.2 Significant Accounting Policies and Practices

28.2.1 Basis of Preparation

The 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.

28.2.2 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.

28.2.3 Use of Estimates:

The preparation of financial statements is 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.

28.2.4 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.

'The estimates of useful life of fixed assets are as follows:

Asset	Useful life
Building	60 years
Computers & Peripherals	3 years
Office Equipment	5 years
Furniture, Fixture & Fittings	10 years
Motorcycles etc.	10 years
Motor cars etc.	8 years
Generator	15 years
Computer Software	6 years
Trademark	10 years

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

28.2.5 Depreciation and amortization:

Depreciation on fixed assets (except Trademark) is provided on "Written Down Value Method" and depreciation on trademark has been provided on "Straight line 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.

28.2.6 Investments:

Long Term Investments are stated at historical cost. Provision, if any, is made to recognize a decline other than temporary in nature.

28.2.7 Value of Inventories:

Valued at Cost or market value whichever is lower. Cost is determined on weighted average basis. Incentives like Trade Discount forming part of the Invoice are considered for determining the costs of goods. Incentives which go to mitigate the cost of goods but are based on target achievements and hence are not ascertainable at the time of purchase, are not considered for determining the cost.

28.2.8 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.

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

28.2.9 Employee Benefits

A: - 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.

B: - 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.

C: - Leave Encashment: -

The company's leave encashment liability is determined on the basis of company policy and 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.

28.2.10 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.

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

28.2.11 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.

28.2.12 Lease

The Company has entered into a lease agreement classified as operating lease. The Operating lease is an arrangement where all the risk and rewards incidental to the ownership of the assets vest with the lessor. The lessor charges monthly lease rental from the lessee for using the assets under lease. The lease rental will be recognized as an expense in the books of lessee.

28.2.13 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.

28.2.14 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.

28.2.15 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.

28.2.16 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.

28.2.17 Other Income

Other income is recognized on accrual basis

28.2.18 Previous Year figures have been regrouped / rearranged, wherever necessary.

As Per our report of even date attached

For and on behalf of the Board of Directors

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

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

PRATAP SINGH PURI	Yogesh Sharma	Hari Shanker Khemka	Aditya Khemka
Proprietor	Sr. VP - Finance	Chairman	Managing Director
Membership No. 013563		DIN 00514501	DIN 00514552

Place : New Delhi
Date :- 2 NOV 2021