

**BOARD'S' REPORT**

To the members,  
 Yours Directors have pleasure in presenting the 39<sup>th</sup> Annual Report along with audited financial statements of the Company for the Financial Year ended 31st March 2021.

**FINANCIAL RESULTS**

Particulars	Standalone		Consolidated	
	31 <sup>st</sup> March 2021	31 <sup>st</sup> March 2020	31 <sup>st</sup> March 2021	31 <sup>st</sup> March 2020
Revenue from Operations	71201.09	61146.08	86237.82	78558.38
Profit before Finance Expenses, Depreciation and Taxes	5771.08	4497.87	6887.49	5638.13
Less: Finance Expenses	855.12	1039.62	967.65	1165.91
Depreciation, Amortization & Impairment	2003.43	1751.46	2281.68	2027.02
Profit before Taxes	2912.53	1706.79	3638.16	2445.20
Less: Provision for Current Tax	887.00	334.00	1099.00	537.00
Provision for Deferred Tax	(107.83)	70.43	(117.15)	52.30
Income Tax for earlier years	(5.98)	(2.15)	1.06	(2.40)
Profit for the year	2139.33	1304.50	2655.25	1858.30
Add: Opening Surplus brought forward from previous year	9808.53	9004.02	12445.25	11086.95
Balance available for appropriation	11947.86	10308.53	15100.51	12945.25
Transfer to General Reserve	500.00	500.00	500.00	500.00
Surplus Carried Forward	11447.86	9808.53	14600.51	12445.25

**DIVIDEND**

In view of the need to conserve resources for diversification & expansion, your directors do not recommend any dividend for the year.

**PERFORMANCE AND STATE OF COMPANY'S AFFAIRS**

During the year under review, the revenue from operations (Standalone) increased by 16.44% to Rs. 71201.09 Lacs as against Rs. 61146.08 Lacs in the previous financial year. The net profit after tax increased by 64% to Rs. 2139.33 Lacs as against Rs. 1304.50 Lacs in the previous financial year.

The consolidated revenue from operations was Rs. 86237.82 Lacs as against Rs. 78558.38 Lacs in the previous financial year. The consolidated net profit after tax increased by 42.89% to Rs. 2655.25 Lacs as against Rs. 1858.30 Lacs in the previous financial year.

#### SHARE CAPITAL

There is no change in share capital during the financial year.

#### CHANGE IN THE NATURE OF BUSINESS

There is no change in the nature of business during the financial year 2020-21.

#### MATERIAL CHANGES AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR AND THE DATE OF THE REPORT

No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year and the date of this report.

#### COVID-19 Pandemic

The COVID-19 pandemic has caused significant disturbance and slowdown of economic activity due to supply chain disruption, unavailability of personnel, closure of non-essential services on account of lockdowns, further imposing restrictions on movement of goods/ material and travel. These restrictions had reduced Company's operation and impacted the sales volume for the financial year. The Company has assessed the impact of this pandemic on its business operations and has considered all relevant internal and external information in assessing the recoverability and carrying values of its property, plant and equipment, trade receivables, investments and inventories and expects the carrying amount of these assets will be recovered and no material adjustment required in the financial statements. The Impact Assessment carried out by the Management of the Company does not indicate any adverse impact on its ability to continue as a going concern. The impact of COVID-19 on the Company's Standalone financial statements may differ from that estimated as at the date of approval of these Standalone financial statements due to uncertainties associated with its nature and duration and is highly dependent on future economic developments. The Company will continue to closely monitor any material changes to future economic conditions.

#### QUALITY CERTIFICATION

The Company continued to have ISO 9001:2008 certification for 'Quality Management System Standard' and ISO 14001:2004 certification for 'Environment Management System Standard' and TS: 16949: 2009 quality certifications for automotive parts.

#### RISK MANAGEMENT POLICY

The Board has assessed the risk that the organization faces such as Strategic, Financial, Credit, Market, Liquidity, Security, IT, Legal and other risks and there is an adequate Risk Management infrastructure in place to address those risks. There is no major risk which may threaten the existence of the Company.

#### INTERNAL FINANCIAL CONTROLS

The Company has in place adequate internal financial controls with reference to financial statements. During the financial year, such controls were tested and no material weakness in the design or operation were observed.

### SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES

'Elin Appliances Private Limited' is the wholly owned subsidiary of our Company.

A statement containing salient features of the financial statements of subsidiary as per the Companies Act, 2013 "(the Act)" is provided as Annexure to the consolidated Financial Statements. No Company has become/ceased to be an Associate or Joint Venture during the financial year 2020-21

### CONSOLIDATED FINANCIAL STATEMENTS

The Consolidated Financial Statements prepared in compliance with the requirements of the Act, read with the Companies (Accounts) Rules, 2014 as amended from time to time and applicable Accounting Standards forms part of the Annual Report.

### PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

Details of investments covered under Section 186 of the Companies Act, 2013 are given in notes to the financial statements. No loans or guarantees were made during the year by the Company under Section 186 of the Act.

### PUBLIC DEPOSITS

The Company has not accepted any public deposits.

### DIRECTORS

During the year, Mr. Kamal Singh Baid was re-appointed as Independent Director of the Company for a second term of 5 years w.e.f. 30<sup>th</sup> March 2020, by the shareholders in the Annual General Meeting held on 18<sup>th</sup> November 2020.

Mr. Sumit Sethia was appointed upon the recommendation of Nomination and Remuneration Committee as an Additional Director - Whole Time Director (Chief Executive- Goa Works) by Board of Directors w.e.f 3<sup>rd</sup> June, 2020 subject to approval of Shareholders. The Shareholders approved his appointment in the Annual General Meeting held on 18<sup>th</sup> November 2020.

Mr. Sanjeev Sethia and Mr. Sumit Sethia, Directors of the Company liable to retire by rotation at the ensuing Annual General Meeting and being eligible, offer themselves for re-appointment. The Board recommends their re-appointments for approval of shareholders in the ensuing Annual General Meeting..

The Company has received declarations from Mr. Kamal Singh Baid and Mrs. Shilpa Baid, the independent directors of the Company confirming that they meet the criteria of independence as prescribed under Section 149(6) of the Companies Act, 2013. They have complied with the Code for Independent Directors prescribed in Schedule IV of the Companies Act, 2013.

### DIRECTOR RESPONSIBILITY STATEMENT

The directors hereby confirm that

- a) in the preparation of the annual accounts, the applicable accounting standards have been followed and there have been no material departures from the same;
- b) the directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent

- so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit of the company for that period;
- c) the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
  - d) the directors have prepared the annual accounts on a going concern basis; and
  - e) the directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

#### MEETINGS OF THE BOARD

During the financial year Five meetings of the Board were held on 03<sup>rd</sup> June'2020, 27<sup>th</sup> August'2020, 16<sup>th</sup> September'2020, 30<sup>th</sup> December'2020, and 23<sup>rd</sup> March'2021.

#### AUDIT COMMITTEE

The Audit Committee comprises of Mr. Kamal Singh Baid, Independent Director as Chairman, Mrs. Shilpa Baid, independent director as member and Mr. Kamal Sethia as its member. Three meetings of the audit committee were held during the year on 03<sup>rd</sup> June'2020, 27<sup>th</sup> August'2020 and 16<sup>th</sup> September'2020.

#### VIGIL MECHANISM

The company has in place a vigil mechanism for Directors and employees to report genuine concerns and grievances. Adequate safeguards are provided against victimization of those who want to avail of the mechanism.

#### SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS

There were no significant material orders passed by the Regulators/ Courts/ Tribunals during the financial year 2020-21 which would impact the going concern status of the Company and its future operations.

#### PREVENTION OF SEXUAL HARASSMENT AT WORKPLACE

The company has complied with provisions relating to the constitution of Internal Complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, as applicable. The Company has not received any complaint under the same.

#### NOMINATION AND REMUNERATION POLICY

The Nomination and Remuneration Committee (NRC) comprises of Mr. Kamal Singh Baid, Non-Executive Independent Director as Chairman, Mrs. Shilpa Baid, Non-Executive Independent Woman Director as member and Mr. Kamal Sethia, wholetime director as member. Two meetings of the Nomination and Remuneration Committee (NRC) were held during the year dated 03<sup>rd</sup> June'2020 and 23<sup>rd</sup> March'2021.

The Nomination and Remuneration Policy as approved by Board contains the criteria for determining qualifications, positive attributes & independence of a director and their remuneration; to identify persons who are qualified to become Directors and who may be appointed in Senior Management in accordance with the criteria laid down in the policy; to recommend to the Board the appointment and removal of Directors and Senior

Management. The appointment of Managing and wholetime directors shall not be for a period exceeding five years at a time. An Independent Director shall hold office for a term up to five consecutive years on the Board and will be eligible for re-appointment on passing of a special resolution by the Company and disclosure of such appointment in the Board's report. No Independent Director shall hold office for more than two consecutive terms of upto maximum of five years each but such Independent Director shall be eligible for appointment after expiry of three years of ceasing to become an Independent Director. The Remuneration to be paid to Managing Director/ Whole-time Directors shall be governed as per provisions of the Companies Act, 2013 and rules made there under or any other enactment for the time being in force and the approvals obtained from the Members of the Company. The Non-Executive/Independent Directors may receive sitting fees and such other remuneration as permissible under the provisions of Act.

#### CORPORATE SOCIAL RESPONSIBILITY (CSR)

The Corporate Social Responsibility committee comprises of Mr. Kamal Sethia as Chairman; Mr. Sanjeev Sethia as member and Mr. Kamal Singh Baid, independent director as member. Three meetings of the CSR committee were held during the year on 03<sup>rd</sup> June 2020, 15<sup>th</sup> October 2020 and 23<sup>rd</sup> March 2021. The CSR policy focuses on addressing critical, social, environmental and economic needs of the under privileged section of the Society of India and also undertake other need based initiatives in compliance with Schedule VII of the Act. The Committee monitors the implementation of the CSR projects or programs or activities undertaken by the Company. Disclosure on CSR is annexed herewith as an **Annexure I** to this Report.

#### STATUTORY AUDITORS & AUDITORS' REPORT

M/s. Oswal Sunil & Company, Chartered Accountants (Firm Registration number 016520N) were appointed as the Statutory Auditors of the Company for a term of five consecutive years, at the 35<sup>th</sup> annual general meeting held on 29<sup>th</sup> September, 2017 till the conclusion of 40<sup>th</sup> AGM to be held in the year 2022 They have confirmed that they are not disqualified from continuing as auditors of the Company.

Auditors' Report for the financial year 2020-21 does not contain any qualifications, reservations or adverse remarks.

#### COST AUDITORS

The Board has appointed M/s Bhavna Jaiswal & Associates, Cost Accountants (Firm Registration number 100608), as Cost Auditor for conducting the audit of cost records of the Company for the financial year 2021-22. A proposal for ratification of remuneration of the Cost Auditors for the financial year 2021-22 is placed before the shareholders.

#### SECRETARIAL AUDITOR AND SECRETARIAL AUDIT REPORT

The Board has appointed M/s Akshat Garg & Associates, Company Secretaries to conduct Secretarial Audit of the Company for the financial year 2020-21. The Secretarial Audit Report in form no. MR-3 for the financial year ended 31<sup>st</sup> March 2021 is annexed herewith as an **Annexure II** to this Report. The said report does not contain any qualification, reservation or adverse remarks.

### ANNUAL RETURN

In accordance with the Companies Act, 2013, the annual return in the prescribed format is available at website of the Company at [www.elinindia.com](http://www.elinindia.com).

### TRANSACTIONS WITH RELATED PARTIES

All related party transactions entered during the financial year were in ordinary course of business and were on arm's length basis. The particulars of such related party transactions in form no. AOC-2 are as per **Annexure III** to this Report.

### CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

#### A. CONSERVATION OF ENERGY:

Efforts are being made to use natural light and air flow as far as possible and by replacing conventional Tube light in to LED Light and by replacing conventional Diesel Burner into PNG Burner to conserve the energy in all possible manners. The capital investment on energy conservation equipments during the year is NIL

#### B. TECHNOLOGY ABSORPTION:

Self reliance in new products, product development, improved production process for better productivity, import substitution and cost reduction attempts are made for sourcing of material and components for cost effectiveness. The input cost has been reduced and in some cases the quality has improved. Imported Technology (imported during the last 3 years) - NIL

#### EXPENDITURE ON RESEARCH AND DEVELOPMENT

During the financial year, expenditure on research and development including capital expenditure was Rs. 604.57 lacs as against Rs. 657 lacs in the previous year.

#### C. FOREIGN EXCHANGE EARNING & OUTGO

During the financial year, the foreign exchange earned in terms of actual inflows was Rs. 212.77 Lacs as against Rs. 159.63 lacs in the previous year and foreign exchange outgo in terms of actual outflows was Rs. 6453.07 lacs as against Rs. 7302.01 lacs in the previous year.

### ACKNOWLEDGEMENT

Your Directors wish to thank all Government Authorities and Company's Bankers State Bank of India and others for their continued help and support to the Company.

Your Directors also wish to place on record their deep appreciation for the services rendered by staff and workers of the company at all levels and for dedication to their work and loyalty.

For and on behalf of the Board  
For Elin Electronics Limited



(M.L. SETHIA)  
CHAIRMAN  
DIN: 00081367

Place: New Delhi  
Date: 06<sup>th</sup> September 2021

**ELIN ELECTRONICS LIMITED**  
**Regd. Office - 143, Cotton Street, Kolkata -700007**  
**Tel: 033-22684329, Email id: rkc@elinindia.com, Website- elinindia.com**  
**CIN: U29304WB1982PLC034725**

**ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) FOR FINANCIAL YEAR  
2020-21**

1. Brief outline on CSR Policy of the Company:

The CSR policy focuses on addressing critical, social, environmental, and economic needs of the under privileged section of the Society of India. Company will also undertake other need-based initiatives in compliance with Schedule VII of the Act.

2. Composition of CSR Committee:

Sl. No.	Name of Director	Designation/ Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1.	Mr. Kamal Sethia	Chairman	3	3
2.	Mr. Sanjeev Sethia	Member	3	3
3.	Mr. Kamal Singh Baid	Independent director as member	3	3

3. Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company: **[www.elinindia.com/statutory-disclosure](http://www.elinindia.com/statutory-disclosure)**

4. Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social responsibility Policy) Rules, 2014, if applicable (attach the report): **Not Applicable**

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

Sl. No.	Financial Year	Amount available for set-off from preceding financial years (in Rs)	Amount required to be set-off for the financial year, if any (in Rs)
Nil			

6. Average net profit of the company as per section 135(5): **Rs 1807.27 lacs**

7. (a) Two percent of average net profit of the company as per section 135(5): **Rs. 36.15 lacs**

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

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

(d) Total CSR obligation for the financial year (7a+7b- 7c): **Rs. 36.15 lacs**

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

Total Amount Spent for the Financial Year. (in Rs.)	Amount Unspent (in Rs.)				
	Total Amount transferred to Unspent CSR Account as per section 135(6).		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5).		
	Amount.	Date of transfer.	Name of the Fund	Amount.	Date of transfer
<b>43 lacs</b>	<b>Nil</b>		<b>Nil</b>		

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

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

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

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	
Sl. No.	Name of the Project	Item from the list of activities in schedule VII to the Act.	Local area (Yes/No).	Location of the project.		Amount spent for the project (in Rs.).	Mode of implementation - Direct (Yes/No)	Mode of implementation - Through implementing agency.	
				State.	District.			Name.	CSR registration number
1.	Oswal Homeopathy Oshdalaya	Promotion of healthcare including preventive healthcare	No	Rajasthan	Sujangarh, District-Churu	7.9 lacs	No	Shri Oswal Yuwak Sammelan, Rajasthan	In process
2.	Donation to PM CARES Fund	Contribution to the Prime Minister's Citizen Assistance and Relief in Emergency Situations Fund (PM CARES Fund)	---	---	---	5 lacs	Yes	NA	NA

3.	Government Girls Senior Secondary School (Sujangarh) Project (Construction of Kitchen , Stores, and Baramda )	Promoting education	No	Rajasthan	Sujangarh, District-Churu	5.2 lacs	Yes	NA	NA
4	Government Girls Senior Secondary School (Sujangarh) Project (Construction of Hall)	Promoting education	No	Rajasthan	Sujangarh, District-Churu	5.23 lacs	Yes	NA	NA
5	(Prathmik Vidyalaya Sihani-3, Nagar Chetra Ghaziabad (U.P) (Construction of 8 Toilets, Washbasin and Drinking Water, Repairing of Classrooms)	Promoting education	Yes	Uttar Pradesh	Ghaziabad	14.16 lacs	Yes	NA	NA
6	Covid Pandemic Food Distribution Project at Baddi	Eradicating hunger, poverty, and malnutrition	Yes	Himachal Pradesh	Nalagarh, Distt. Solan	5.51 lacs	Yes	NA	NA
	<b>TOTAL</b>					<b>43 lacs</b>			

- (d) Amount spent in Administrative Overheads: **NIL**
- (e) Amount spent on Impact Assessment, if applicable: **NA**
- (f) Total amount spent for the Financial Year (8b+8c+8d+8e): **Rs. 43 lacs**
- (g) Excess amount for set off, if any

Sl. No.	Particular	Amount (in Rs.)
(i)	Two percent of average net profit of the company as per section 135(5)	<b>36.15 lacs</b>
(ii)	Total amount spent for the Financial Year (total spent 43.00-6.48 unspent b/f from py)	<b>36.52 lacs</b>
(iii)	Excess amount spent for the financial year [(ii)-(i)]	<b>0.37 lac</b>
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	---
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	<b>No excess carried to next year</b>

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

Sl. No.	Preceding Financial Year.	Amount transferred to Unspent CSR Account under section 135 (6) (in Rs.)	Amount spent in the reporting Financial Year (in Rs.).	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any.			Amount remaining to be spent in succeeding financial years. (in Rs.)
				Name of the Fund	Amount (in Rs).	Date of transfer.	
1.	2019-20 – <b>Amount unspent: Rs. 6.48 lacs</b>	NA	6.48 lacs	NA			NA
	TOTAL		6.48 lacs				

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

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Sl. No.	Project ID.	Name of the Project.	Financial Year in which the project was commenced.	Project duration.	Total amount allocated for the project (in Rs.).	Amount spent on the project in the reporting Financial Year (in Rs).	Cumulative amount spent at the end of reporting Financial Year. (in Rs.)	Status of the project – Completed /Ongoing.
-----Not Applicable-----								

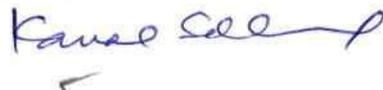
10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year

**(asset-wise details). – Not Applicable**

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

11. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5). **Not Applicable**

  
SANJEEV SETHIA  
(Director)

  
KAMAL SETHIA  
(Chairman CSR Committee)

# AKSHAT GARG & ASSOCIATES

**Secretarial, Legal & Corporate Advisory Services**

Office: F-15, First Floor, Angel Mega Mall, Kaushambi, Ghaziabad, U.P. – 201010  
Email ID: acs@acsadvisors.in; Phone: 0120-4573083; +91-9350546594  
MSME Registration No.: UP29D0018479



**FORM No. MR-3**  
**SECRETARIAL AUDIT REPORT**

*for the Financial Year ended 31.03.2021*

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

To,  
The Members,  
Elin Electronics Limited  
Kolkata  
CIN U29304WB1982PLC034725

I have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Elin Electronics Limited** (hereinafter called the company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on **March 31<sup>st</sup>, 2021** complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on March 31<sup>st</sup>, 2021 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder **(Not applicable to the Company during the Audit Period)**;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings **(Not applicable to the Company during the Audit Period)**;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-

- (a) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
  - (b) The Securities and Exchange Board of India (Depositories and participants) Regulations, 2018
  - (c) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011; **(Not applicable to the Company during the Audit Period)**
  - (d) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992/ 2015; **(Not applicable to the Company during the Audit Period)**
  - (e) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 **(Not applicable to the Company during the Audit Period);**
  - (f) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 **(Not applicable to the Company during the Audit Period);**
  - (g) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 **(Not applicable to the Company during the Audit Period);**
  - (h) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 **(Not applicable to the Company during the Audit Period);** and
  - (i) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 **(Not applicable to the Company during the Audit Period);**
- (vi) Other laws as may be applicable to the company,

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

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India.
- (ii) The Listing Agreements entered into by the Company with Stock Exchange. **(Company shares are not listed, hence not applicable)**

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

**I further report that**

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. There were no changes in the composition of the Board of Directors of the company except that Sh. Sumit Sethia was appointed as an additional director and as a Whole-time director in the board meeting held on 03<sup>rd</sup> June 2020 and was regularized in Annual general meeting held on 18<sup>th</sup> November 2020.

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

Majority decision is carried through and based on the information given by the company, I report there were no instances of any dissenting members' views being captured or recorded as part of the minutes.

**I further report that** there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

**I further report that** during the audit period there are following specific events/actions having a major bearing on the Company' affairs in pursuance of the laws, rules, regulations, guidelines etc., referred to above:

**I further report that** during the audit period there are no specific events/actions having a major bearing on the Company' affairs in pursuance of the laws, rules, regulations, guidelines etc., referred to above.

**For Akshat Garg & Associates**  
(Company Secretaries)

Date: 02.09.2021  
Place: Ghaziabad

AKSHAT Digitally signed  
by AKSHAT  
GARG  
GARG Date: 2021.09.02  
13:09:31 +05'30'  
(CS Akshat Garg)

**Prop.**

M. No. F9161

CP. No. 10655

UDIN: F009161C000878117

ELIN ELECTRONICS LIMITED

Regd. Office - 143, Cotton Street, Kolkata -700007

Tel: 033-22684329, Email id: rkc@elinindia.com, Website- www.elinindia.com

CIN: U29304WB1982PLC034725

**Form No. AOC-2**

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

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

1. Details of contracts or arrangements or transactions not at arm's length basis: - NIL

2. Details of material contracts or arrangement or transactions at arm's length basis:

Name of Related party and Nature of Relationship	Nature of contract/ transactions	Duration of Contract/ transactions	Salient terms of contract/ transactions	Approval by the Board/ shareholder	Amount paid as advance, if any
<u>Elin Appliances Private Ltd.,</u> Subsidiary company	-Sale of goods -Purchase of goods -Rent payment -Job work sales -Payment for Job work services	On-going contract	Regular commercial contracts	03 <sup>rd</sup> June 2020	Nil
<u>Kanchan Commercial Co. Pvt. Ltd,</u> a company in which directors are interested	Rent payment	On-going contract	Regular commercial contracts	03 <sup>rd</sup> June 2020	Nil
<u>Magtronics Devices Pvt. Ltd,</u> a company in which directors are interested.	-Rent receipt -Purchase of capital assets	-On-going contract -One time	Regular commercial contracts	03 <sup>rd</sup> June 2020	Nil

For and on behalf of the Board  
For Elin Electronics Limited



M.L. SETHIA  
Chairman  
DIN: 00081367

Place: New Delhi  
Date: 06.09.2021



## INDEPENDENT AUDITORS' REPORT

**To the Members of Elin Electronics Limited**

### Report on the Audit of Standalone Financial Statements

#### Opinion

We have audited the Standalone Financial Statements of **M/s Elin Electronics Limited** ("the Company") which comprise the Balance Sheet as at 31<sup>st</sup> March, 2021, the Statement of Profit and Loss and the statement of cash flows for the year then ended, and notes to the standalone financial statements, including a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, and 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 Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Standalone Financial Statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Emphasis of Matter

We draw attention to Note 27(k) of the standalone financial statements which describes management's assessment of the impact of the outbreak of COVID-19 pandemic on its business operations and financial results. The said assessment made by the management is highly dependent upon the circumstances as they evolve in subsequent period.

Our opinion is not modified in respect of the above matter.

#### Information Other than the Standalone Financial Statements and Auditor's Report Thereon

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

Our opinion on the Standalone Financial Statements does not cover the other information and we do 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 Standalone Financial Statements or our knowledge obtained during the course of our audit, or otherwise appears to be materially misstated.



When we read the other information comprising the above documents, if we conclude that there is a material misstatement therein, we are required to report that fact. We have nothing to report in this regard.

**Management's Responsibility for the Standalone Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position and 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. 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 standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

**Auditors' Responsibility for the Audit of Standalone Financial Statements**

Our objectives are to obtain reasonable assurance about whether the Standalone 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 Standalone Financial Statements.

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

- Identify and assess the risks of material misstatement of the Standalone 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 Standalone 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 Standalone Financial Statements, including the disclosures, and whether the Standalone Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the Standalone Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Standalone Financial Statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Standalone 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.

#### **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 in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the *Annexure A*, a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Companies Act, 2013, we report that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - (c) The Balance Sheet, 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 Standalone Financial Statements comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, 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<sup>st</sup> March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2021 from being appointed as a director in terms of sub-section (2) of section 164 of the Companies Act, 2013.

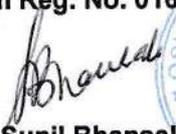


- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B";
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid / provided by the Company to its directors during the year is in accordance with the provisions of section 197 read with schedule V to the Act.

- (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has disclosed the impact of pending litigations on its financial position as referred in Note 27(a) of the Standalone Financial Statements.
  - ii. The Company has made provision, as required under the applicable law & accounting standards for material foreseeable losses, if any and as required under the long-term contracts. The Company does not have any derivative contracts.
  - iii. There has not been an occasion in case of the Company during the year under report to transfer any sums to the Investor Education and Protection Fund. The question of delay in transferring such sums does not arise.

For **Oswal Sunil & Company**  
**Chartered Accountants**  
**Firm Reg. No. 016520N**

  
**CA Sunil Bhansali**  
Partner

**M. No.: 054645**

**UDIN: 21054645AAAABC6759**



Place: New Delhi

Dated: 16.07.2021

**'ANNEXURE A' TO THE INDEPENDENT AUDITORS' REPORT**

(Referred to in paragraph 1 under 'Report on other Legal and Regulatory Requirements' section of our report of even date)

- i.
- a. The Company has maintained proper records showing full particulars including quantitative details and situation of Property Plant and Equipment (fixed assets).
- b. The Company has a programme for the physical verification of Property Plant and Equipment (fixed assets) at periodic intervals. In our opinion, the period of verification is reasonable having regard to the size of the Company and the nature of its assets. No significant discrepancies were noticed on such verification.
- c. According to the information and explanations given to us and based on our examination of the records of the Company, the title deeds of immovable properties are held in the name of the company.
- ii. The inventories, except for stocks lying with certain third parties from whom confirmations have been obtained for stocks held as at the year end, have been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable. The discrepancies between the book stocks and physical stocks, which have been properly dealt with in the books of accounts, were not significant.
- iii. The Company has not granted any loans, secured or unsecured, to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013.
- iv. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Companies Act, 2013, with respect to the loans and investments, etc., as provided in paragraph 3 (iv) of the Order.
- v. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits during the year from the public to which the directives issued by the Reserve Bank of India and the provisions of Section 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed there under apply, or an order has been passed by Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other tribunal.
- vi. We have broadly reviewed the cost records maintained by the Company prescribed by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 and are of the opinion that, prima facie, the prescribed cost records have been maintained. We have, however, not made a detailed examination of the records with a view to determine whether they are accurate or complete.
- vii.
- a. The Company is generally regular in depositing with appropriate authorities, undisputed statutory dues including provident fund, employees' state insurance, income tax, goods & services tax, Custom duty, cess and other material statutory dues applicable to it. According to the information and explanations given to us, no undisputed amounts were in arrears as at 31st March, 2021 for a period of more than six months from the date they become payable.
- b. According to the information and explanations given to us, disputed statutory dues outstanding over six months as at 31-03-2021 aggregating to **Rs. 34,98,564/-** (Net of advance) that have not been deposited on account of disputed matters pending before appropriate authorities are as under:

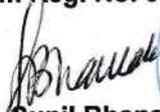
Name of the statute	Nature of dues	Amount (Rs.)	Period to which the amount relates	Forum where dispute is pending
Employees Provident Fund & Miscellaneous Provisions Act, 1952	Provident Fund	34,98,564	Oct 1995 – Sep 2011	High Court, Mumbai



**Chartered Accountants**

- viii. In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of loan or borrowing to any financial institution or banks. The Company has not issued any debentures and hence comment over repayment of dues to debentures holders does not arise.
- ix. In our opinion and according to the information and explanations given to us, the term loans have been applied for the purposes for which they were raised. The Company has not raised any money by way of initial public offer or further public offer (including debt instruments).
- x. According to the information and explanation given to us and based on our examination, we report that no fraud by the company or on the company by its officers or employees has been noticed or reported during the year.
- xi. According to the information and explanations given to us and based on our examination of the records of the Company, in our opinion, the Company has complied with the provisions of section 197 read with schedule V of the Companies Act, 2013, with respect to the managerial remunerations, as provided in paragraph 3 (xi) of the Order.
- xii. In our opinion and according to the information and explanations given to us, the company is not a Nidhi company. Therefore, the provisions of paragraph 3 (xii) of the Order are not applicable.
- xiii. According to the information and explanations given to us and based on our examination of the records of the Company, in our opinion, all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Standalone Financial Statements as required by the applicable accounting standards.
- xiv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares/debentures during the year and hence the reporting on compliance of section 42 of the Companies Act, 2013 under provisions of paragraph 3 (xiv) of the Order are not applicable.
- xv. 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 them. Accordingly, paragraph 3(xv) of the Order is not applicable.
- xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of paragraph 3 (xvi) of the Order are not applicable.

**For Oswal Sunil & Company**  
**Chartered Accountants**  
**Firm Reg. No. 016520N**

  
**CA Sunil Bhansali**  
Partner

**M. No.: 054645**

**UDIN: 21054645AAAABC6759**



Place: New Delhi

Dated: 16.07.2021

**'ANNEXURE B' TO THE INDEPENDENT AUDITORS' REPORT**

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

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

We have audited the internal financial controls over financial reporting of **Elin Electronics Limited** ('the Company') as of 31<sup>st</sup> March, 2021 in conjunction with our audit of the Standalone Financial Statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

The Board of Directors of the Company is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('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 ICAI. 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 judgement, including the assessment of the risks of material misstatement of the Standalone 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.



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

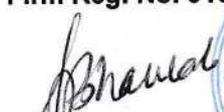
#### **Inherent Limitations of Internal Financial Controls over Financial Reporting**

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 on 31st 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 **Oswal Sunil & Company**  
**Chartered Accountants**  
**Firm Reg. No. 016520N**

  
**CA Sunil Bhansali**

Partner

**M. No.: 054645**

**UDIN: 21054645AAAABC6759**



Place: New Delhi

Dated: 16.07.2021

**ELIN ELECTRONICS LIMITED**  
**STANDALONE BALANCE SHEET AS AT 31ST MARCH, 2021**

	Notes	As At 31st March, 2021	As At 31st March, 2020
<b><u>EQUITY AND LIABILITIES</u></b>			
<b><u>SHAREHOLDERS' FUNDS</u></b>			
Share Capital	2	70,957,000	70,957,000
Reserves and Surplus	3	1,772,553,543	1,558,620,457
		<u>1,843,510,543</u>	<u>1,629,577,457</u>
<b><u>NON-CURRENT LIABILITIES</u></b>			
Long-Term Borrowings	4	370,337,777	390,238,659
Deferred Tax Liabilities (Net)	5	-	7,539,359
		<u>370,337,777</u>	<u>397,778,018</u>
<b><u>CURRENT LIABILITIES</u></b>			
Short-Term Borrowings	6	454,791,914	164,750,843
Trade Payables			
- Micro and Small Enterprises		156,735,828	85,111,506
- Others		698,770,074	465,853,207
Other Current Liabilities	7	276,489,137	168,553,211
Short-Term Provisions	8	65,742,820	42,474,236
		<u>1,652,529,773</u>	<u>926,743,003</u>
<b>TOTAL</b>		<b><u>3,866,378,093</u></b>	<b><u>2,954,098,478</u></b>
<b><u>ASSETS</u></b>			
<b><u>NON-CURRENT ASSETS</u></b>			
Property Plant and Equipment	9		
- Tangible Assets		1,091,789,602	1,127,157,310
- Intangible Assets		5,234,428	607,200
- Capital Work in Progress		564,024	278,689
Non Current Investments	10	20,100,000	20,100,000
Deferred Tax Assets (Net)	5	3,243,174	-
Long-Term Loans and Advances	11	189,325,996	149,752,204
Other non-current assets	15	6,917,840	137,251
		<u>1,317,175,064</u>	<u>1,298,032,654</u>
<b><u>CURRENT ASSETS</u></b>			
Current Investments	12	12,613,977	136,917,135
Inventories	13	940,456,069	664,265,011
Trade Receivables	14	1,520,166,644	755,808,083
Cash and Bank balances	15	26,545,588	38,430,476
Short-Term Loans and Advances	16	49,352,546	60,500,507
Other Current assets	17	68,205	144,612
		<u>2,549,203,029</u>	<u>1,656,065,824</u>
<b>TOTAL</b>		<b><u>3,866,378,093</u></b>	<b><u>2,954,098,478</u></b>
Significant Accounting Policies	1		
Additional Information	27		

As per our report of even date attached  
For Oswal Sunil & Company  
Chartered Accountants  
Firm Registration Number: 016520N

*Sunil Bhansali*  
CA Sunil Bhansali  
Partner  
Membership No: 054645

Place : New Delhi  
Date : 16 JUL 2021

For and on behalf of the Board

*M.L. Sethia*  
M.L. SETHIA  
Managing Director  
DIN: 00081367

*Vinay Kumar Sethia*  
VINAY KUMAR SETHIA  
Whole Time Director  
DIN: 00082184

*Avinash Karwa*  
AVINASH KARWA  
Company Secretary  
Membership No: A20424



**ELIN ELECTRONICS LIMITED**  
**STANDALONE STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2021**

	Notes	For the year ended 31st March, 2021 ₹	For the year ended 31st March, 2020 ₹
<b>INCOME</b>			
Revenue from Operations	18	7,120,109,361	6,114,608,056
Other Income	19	14,137,761	8,544,561
<b>Total Revenue</b>		<b>7,134,247,122</b>	<b>6,123,152,617</b>
<b>EXPENSES</b>			
Cost of Materials Consumed	20	5,016,712,327	4,100,722,179
Purchases of Stock-in-Trade		119,938,758	165,706,108
Changes in Inventories of Finished goods, Work-in-Progress and Stock-in-Trade	21	(32,765,588)	(55,217,500)
Employee Benefits Expenses	22	895,263,856	835,944,834
Finance Costs	23	85,511,816	103,961,554
Depreciation, Amortisation and Impairment Expenses	9	200,343,245	175,146,180
Research & Development Expenses	24	60,456,637	65,546,335
Other Expenses	25	497,533,540	560,664,281
<b>Total Expenses</b>		<b>6,842,994,591</b>	<b>5,952,473,971</b>
<b>PROFIT BEFORE TAX</b>		<b>291,252,531</b>	<b>170,678,646</b>
Tax Expenses			
Income Tax		88,700,000	33,400,000
Short / (Excess) Provision for Income Tax of earlier year		(598,022)	(214,643)
Deferred Tax		(10,782,533)	7,042,830
		<b>77,319,445</b>	<b>40,228,187</b>
<b>PROFIT FOR THE YEAR</b>		<b>213,933,086</b>	<b>130,450,459</b>
Earning per Equity Share (Face Value Rs. 10/- Per Share ) Basic & Diluted ( in Rs.)	26	30.15	18.38
Significant Accounting Policies	1		
Additional Information	27		

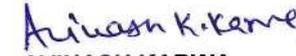
As per our report of even date attached  
For Oswal Sunil & Company  
Chartered Accountants  
Firm Registration Number: 016520N  
  
  
CA Sunil Bhansali  
Partner  
Membership No: 054645

Place : New Delhi  
Date : 16 JUL 2021

For and on behalf of the Board

   
**M.L. SETHIA**                      **VINAY KUMAR SETHIA**  
Managing Director                  Whole Time Director  
DIN: 00081367                      DIN: 00082184



  
**AVINASH KARWA**  
Company Secretary  
Membership No: A20424

**ELIN ELECTRONICS LIMITED**  
**STANDALONE CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2021**

	Year Ended 31st March, 2021	Year Ended 31st March, 2020
	₹	₹
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit Before Taxation	291,252,531	170,678,646
Adjustments for :		
Depreciation, Amortisation and Impairment Expenses	200,343,245	175,146,180
Bad Debts Written Off	-	49,149,656
Provision for Diminution on Current Investment	(5,420,551)	4,952,328
(Profit) / Loss on Disposal of Property Plant and Equipment (Net)	(460,223)	(1,225,325)
Dividend Income from Current Investments	(1,036,261)	(3,569,302)
Interest Paid	81,945,558	100,971,162
Interest Received	(1,858,638)	(2,841,118)
(Profit) / Loss on Sale of Current Investments	(8,924,370)	(1,162,498)
Operating Profit Before Working Capital Changes	555,841,291	492,099,729
Adjustments For :		
Trade Payable	304,541,189	(176,184,935)
Other Current Liabilities	107,935,926	45,213,393
Short -Term Provisions	(1,042,329)	2,597,524
Long - Term Loans and Advances	(39,573,792)	37,373,349
Inventories	(276,191,058)	(11,736,838)
Trade Receivables	(764,358,561)	258,647,615
Short - Term Loans and Advances	11,147,961	(6,628,366)
Other Current Assets	76,407	397,162
Cash Generated from Operation	(101,622,966)	641,778,633
Less: Direct Taxes Paid (Net) (Including Tax Deducted at Source)	(63,791,066)	(43,570,217)
Net Cash from Operating Activities <span style="float: right;">Total (A)</span>	<b>(165,414,032)</b>	<b>598,208,416</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Property Plant and Equipment	(177,901,517)	(310,577,371)
Sale Proceeds of Property Plant and Equipment	8,473,640	5,145,005
Purchase of Current & Non Current Investments	-	(45,000,000)
Sale Proceeds of Current & Non Current Investments	138,648,080	27,662,498
Dividend Received on Current Investment	1,036,261	3,569,302
Changes in Bank deposits under Other bank balances	(771,655)	(5,876,285)
Interest Received	1,858,638	2,841,118
Net Cash from Investing Activities <span style="float: right;">Total (B)</span>	<b>(28,656,553)</b>	<b>(322,235,733)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from Long Term Borrowings (Net of Payment)	(19,900,882)	(234,972)
Proceeds from Short Term Borrowings (Net of Payment)	290,041,071	(174,068,017)
Interest Paid	(81,945,558)	(100,971,162)
Net Cash from Financing Activities <span style="float: right;">Total (C)</span>	<b>188,194,631</b>	<b>(275,274,151)</b>
<b>D. NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C)</b>	<b>(5,875,954)</b>	<b>698,532</b>
Add : Cash and Cash Equivalents (Opening Balance)	25,369,562	24,671,030
Cash and Cash Equivalents (Closing Balance)	<b>19,493,608</b>	<b>25,369,562</b>

**Notes :**

- The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in Accounting Standard - 3 Cash Flow Statement.
- Cash and bank balance includes the following, which are not available for use by the Company:

Fixed deposits pledged with banks	13,478,158	12,314,820
Fixed deposits pledged with others	262,526	241,166

As per our report of even date attached  
For Oswal Sunil & Company  
Chartered Accountants  
Firm Registration Number: 016520N

CA Sunil Bhansali  
Partner  
Membership No: 054645



Place : New Delhi  
Date : 16 JUL 2021

For and on behalf of the Board

*M. L. Sethia* *Vinay Kumar Sethia*

M.L.SETHIA  
Managing Director  
DIN: 00081367

VINAY KUMAR SETHIA  
Whole-time Director  
DIN: 00082184



*Avinash Karwa*  
AVINASH KARWA  
Company Secretary  
Membership No: A20424

**1 Significant Accounting Policies****a Accounting Basis and Convention :**

The Standalone Financial Statements have been prepared under the Historical Cost convention in accordance with the generally accepted accounting principles and to comply with the Accounting Standards referred to in Section 133 of Companies Act 2013 read with Rule 7 of Company (Accounts) Rules, 2014 to the extent applicable. The Company follows mercantile system of accounting.

**b Use of Estimates**

The preparation of the Standalone financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognised in the period in which the results are known / materialised.

**c Property Plant and Equipment :****i) Tangible Assets**

Property Plant and Equipment are stated at cost less accumulated depreciation & impairment, if any. The Company capitalizes all direct costs including taxes (Net of eligible Input Tax Credit), duties, freight and incidental expenses directly attributable to the acquisition and installation of assets for ready for use, as intended by the management.

**ii) Intangible Assets**

An Intangible asset is recognized, where it is probable that the future economic benefits attributable to the assets will flow to the enterprise and where its cost can be reliably measured.

**iii) Capital Work-in-Progress**

All direct expenses incurred for acquiring, erecting and commissioning of Property Plant and Equipment, which are not ready for put into use, are shown under the head "Capital Work-in-Progress". Subsequent expenditures relating to property, plant and equipment is capitalized only when it is probable that future economic benefits associated with these will flow to the Company and the cost of the item can be measured reliably. Advances paid towards the acquisition of property, plant and equipment outstanding at each Balance Sheet date is classified as "Capital Advances" under Long Term Loans and Advances.

**d Depreciation and Amortisation :**

Depreciation is charged on the basis of useful life of the Property Plant and Equipment. The company has adopted useful life as given in Part "C" of Schedule II of Companies Act, 2013 except for assets used in manufacturing of Medical Products which are depreciated over a period of 3 years based on the management's internal assessment. The Company has adopted written down value method for computation of depreciation charged. The Company is amortising the leasehold Land over the period of lease life and software over the period of three years.

**e Inventories :**

Inventories are valued at lower of cost or net realisable value. The cost is determined using FIFO basis. Provision for obsolescence is made, wherever necessary.

**f Investments :**

Non Current Investments are stated at cost. Provision for diminution is made when there is permanent fall in valuation of Non Current investment. Current Investments comprising investment in Mutual Funds, are stated at lower of cost or Quoted / Fair value.

**g Foreign Currency Transaction :****i) Conversion**

Foreign currency monetary items are reported using the closing rate. Non-monetary items, which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction.

**ii) Exchange Differences**

Exchange differences arising on the settlement or reporting of monetary items at rates different from those at which they were initially recorded during the year, or reported in previous Standalone financial statement, are recognized as income or expense in the Statement of Profit and Loss.

**h Impairment of assets:**

The Carrying amount of the Company's Assets are reviewed periodically to determine whether there is any indication of impairment of assets. An impairment Loss is recognised whenever the carrying amount of an assets exceeds its recoverable amount. The recoverable amount is greater of net selling price and value in use.

**i Revenue Recognition :**

Sales is recognized on transfer of property in goods to customers. Processing Income is recognized as and when such service are provided. Interest income and Rental Income are recognised on time proportion basis. Dividend Income is recognised when right to receive is established.

**j Research & Development :**

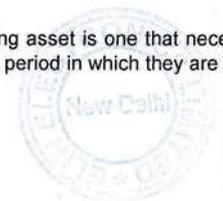
Revenue Expenditure on Research & Development activities are charged to Statement of Profit and Loss in the year in which it is incurred. Capital Expenditure on Research & Development is shown as addition to property plant and equipment.

**k Retirement Benefits :**

Contribution to Provident Fund and Family Pension Fund is made monthly and debited to the Statement of Profit and Loss. Liability in respect of gratuity payable to employees is funded through Elin Electronics Limited Employees Group Gratuity Fund under a policy scheme of Kotak Mahindra Old Mutual Life Insurance Limited, Bajaj Allianz Life Insurance Co. Ltd and Birla Sun Life Insurance Co. Ltd. The expenses is recognised at the present value of the amounts payable determined using actuarial valuation techniques. Yearly contribution paid to the Fund is debited to Statement of Profit and Loss. The employees of the Company can encash unavailed leave during the period of service hence yearly provision is made for unavailed leave outstanding at the close of each Financial Year.

**l Borrowing Costs :**

Borrowing costs attributable to the acquisition/construction of qualifying assets are capitalised. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. Other Borrowing costs are recognised as expenses in the period in which they are incurred.



**m Recognition of Grants and Subsidy :**

Government Grants are recognized only when there is reasonable assurance that the company will comply with the conditions attached to them and that there is reasonable certainty that grants will be received. Government Grants/assistance related to property plant and equipment are adjusted in the carrying cost of such assets so that depreciation expenses are adjusted on systematic basis over the useful life of asset.

A government grant that becomes receivable for property plant and equipment already discarded or expenses already incurred or for the purpose of giving immediate financial support to the Company with no future related costs, is recognized in Statement of Profit and Loss of the period in which it is actually received.

**n Provision, Contingent Liabilities And Contingent Assets**

Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent liabilities are not recognised but are disclosed in the notes.

Contingent liability is disclosed in case of:

- i a present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation,
- ii a present obligation arising from past events, when no reliable estimate is possible,
- iii a possible obligation arising from past events where the probability of outflow of resources is not remote. Contingent Assets are neither recognised nor disclosed in the Standalone financial statements.

**o Tax on Income**

Provision for current tax is made after taking into consideration of benefits admissible under the provision of the Income Tax Act, 1961. Deferred tax resulting from timing difference between book and taxable profits accounted for using the tax rates and law that have been enacted as on the Balance Sheet date. The deferred tax asset is recognised and carried forward only to the extent there is reasonable certainty that the assets will be realised in future.



**ELIN ELECTRONICS LIMITED**  
**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS**

(Amount in ₹ )

**2 SHARE CAPITAL**

	As At 31st March,2021	As At 31st March,2020
<b>AUTHORISED</b>		
10250000 Equity Shares of Rs.10/- each (P.Y.10250000 Equity Shares of Rs.10/- each)*	102,500,000	102,500,000
	<b>102,500,000</b>	<b>102,500,000</b>
<b>ISSUED, SUBSCRIBED &amp; PAID UP</b>		
7095700 Equity Shares of Rs.10/- each fully paid up (P.Y.7095700 Equity Shares of Rs.10/-each)	70,957,000	70,957,000
<b>TOTAL</b>	<b>70,957,000</b>	<b>70,957,000</b>

**2.1 The details of shareholders holding more than 5% shares**

Name of the Shareholders	As At 31st March,2021		As At 31st March,2020	
	No. of Shares	Percentage held	No of Shares	Percentage held
1 Suman Sethia	660,000	9.30%	660,000	9.30%
2 Mangilal Sethia	-	0.00%	621,650	8.76%
3 Prem Lata Sethia	467,000	6.58%	467,000	6.58%
4 Kishor Sethia	607,488	8.56%	-	0.00%
5 Kamal Sethia	371,603	5.24%	-	0.00%
6 Gaurav Sethia	523,834	7.38%	-	0.00%

**2** The company has one class of shares having a face value of Rs.10/- per share. Each shareholder is eligible for one vote per share held.

**2.3 Reconciliation of Shares outstanding at the beginning and end of reporting period**

Particulars	As at 31st March 2021		As at 31st March 2020	
	Number	Rs.	Number	Rs.
Shares outstanding at the beginning of the year	7,095,700	70,957,000	5,245,700	52,457,000
Add: Shares issued pursuant to scheme*	-	-	1,850,000	18,500,000
<b>Shares outstanding at the end of the year</b>	<b>7,095,700</b>	<b>70,957,000</b>	<b>7,095,700</b>	<b>70,957,000</b>

\*Refer Note 27(j)(vii)

**3 RESERVES & SURPLUS**

	As At 31st March,2021	As At 31st March,2020
<b>SECURITY PREMIUM RESERVE ACCOUNT</b>		
As per last Balance Sheet	59,554,000	59,554,000
<b>GENERAL RESERVE</b>		
As per last Balance Sheet	518,213,716	468,213,716
Add : Transferred from Surplus in the Statement of Profit and Loss	50,000,000	50,000,000
	<b>568,213,716</b>	<b>518,213,716</b>
<b>SURPLUS IN THE STATEMENT OF PROFIT AND LOSS</b>		
As per last Balance Sheet	980,852,741	900,402,282
Add : Profit for the year	213,933,086	130,450,459.00
<u>Less : Appropriations</u>		
Transfer to General Reserve	50,000,000	50,000,000
	<b>1,144,785,827</b>	<b>980,852,741</b>
<b>TOTAL</b>	<b>1,772,553,543</b>	<b>1,558,620,457</b>

**4 LONG TERM BORROWINGS**

	As At 31st March,2021	As At 31st March,2020
<b>Secured</b>		
<b>Term Loans</b>		
From Banks	560,831,188	484,831,026
Less : Shown in Current Maturities of Long-Term Debt (Refer Note 7)	(190,493,411)	(94,592,367)

(Secured by way of first pari passu charge over entire movable Property Plant and Equipment of the company and immovable Property Plant and Equipment of the company by equitable mortgage of properties situated at Ghaziabad and Goa. These are further secured by second pari passu charge on entire current assets of the company and personal guarantee of the four Directors of the Company)

(Terms of Repayment - Repayable in quarterly / monthly instalments. The amount will be fully paid by Dec, 2027)

**TOTAL**

**370,337,777**

**390,238,659**



ELIN ELECTRONICS LIMITED  
NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(Amount in ₹ )

4.1	Particulars	Installments	Weighted Average Rate of Interest	Outstanding as at 31/03/2021	Annual Repayment Schedule		
					2021-22	2022-23	2023-24 to 2027-28
	Term Loans	Quarterly / Monthly	7.18%	560,831,188	190,493,411	143,218,092	227,119,685

5 **DEFERRED TAX ASSETS / (LIABILITIES) (NET)**

	As At 31st March,2021	As At 31st March,2020
Deferred Tax Assets / (Liabilities)	3,243,174	(7,539,359)
<b>TOTAL</b>	<b>3,243,174</b>	<b>(7,539,359)</b>

5.1 The components of Deferred Tax Assets / (Liabilities) are as under :-

	Deferred Tax Assets (Liabilities) As on 01/04/2020	Current Year Charge / (Credit)	Deferred Tax Assets (Liabilities) As on 31/03/2021
<b>Deferred Tax Assets</b>			
Disallowances of provision for Bonus & Leave Encashment	10,689,916	(262,333)	10,427,583
<b>Total (A)</b>	<b>10,689,916</b>	<b>(262,333)</b>	<b>10,427,583</b>
<b>Deferred Tax Liability</b>			
Timing Differences on account of Change in Written Down Values as per Books of accounts and as per IT Act.	(18,229,275)	11,044,866	(7,184,409)
<b>Total (B)</b>	<b>(18,229,275)</b>	<b>11,044,866</b>	<b>(7,184,409)</b>
<b>Deferred Tax Assets / (Liabilities) (net) (A-B)</b>	<b>(7,539,359)</b>	<b>10,782,533</b>	<b>3,243,174</b>

6 **SHORT-TERM BORROWINGS**

	As At 31st March,2021	As At 31st March,2020
<b>Secured</b>		
Working Capital Loan - Repayable on demand - From Banks	371,811,014	154,439,243
(Secured by exclusive first pari passu charge on entire stock of Raw material, Work-in-Progress, Finished Goods, Consumable Stores, Book Debts and other current assets of the company, both present and future. These loans are further secured by second pari passu charge over the entire movable Property Plant and Equipment of the company, other and immovable Property Plant and Equipment of the company by equitable mortgage of properties situated at Ghaziabad and Goa and personal guarantee of the four Directors of the Company)		
<b>Unsecured</b>		
Electronic Vendor Financing Scheme - Repayable on due dates agreed with Vendors - From Banks	82,980,900	10,311,600
<b>TOTAL</b>	<b>454,791,914</b>	<b>164,750,843</b>

7 **OTHER CURRENT LIABILITIES**

	As At 31st March,2021	As At 31st March,2020
Current Maturities of Long-Term Debts (Refer Note 4)		
- Term Loans	190,493,411	94,592,367
Advances from Customers	8,885,768	20,680,303
Statutory Liabilities Payable	26,182,355	9,859,632
Security Deposits	58,000	58,000
Liability for Expenses	50,869,603	43,362,909
<b>TOTAL</b>	<b>276,489,137</b>	<b>168,553,211</b>

8 **SHORT-TERM PROVISIONS**

	As At 31st March,2021	As At 31st March,2020
Provision For Employees Benefits		
- Bonus and Reward	29,275,815	32,229,137
- Leave Encashment	12,156,092	10,245,099
Provision for Income Tax [Net of advances Rs. Rs. 97,789,087/-]	24,310,913	-
<b>TOTAL</b>	<b>65,742,820</b>	<b>42,474,236</b>



9 PROPERTY PLANT AND EQUIPMENT

Sl. No.	Particulars	Gross Block #					Depreciation				Net Block		
		As at 01/04/2020	Additions	Sales / Adjustments	Adjustment for Impairment of Assets \$	As at 31/03/2021	As at 01/04/2020	For the year	Sales / Adjustments	Adjustment for Impairment of Assets \$	As at 31/03/2021	As at 31/03/2021	As at 31/03/2020
<b>A</b>	<b>Tangible Assets</b>												
1	Leasehold Land	104,641,161	-	-	-	104,641,161	13,928,679	2,142,036	-	-	16,070,715	88,570,446	90,712,482
2	Buildings (Factory & Non Factory)	518,986,938	2,936,041	-	-	521,922,979	216,512,947	28,666,730	-	-	245,179,677	276,743,302	302,473,991
3	Plant & Machinery (including R & D Machinery)	1,229,051,381	121,251,588	18,225,935	32,232,330	1,299,844,704	641,996,462	124,363,575	12,901,058	30,900,811	722,558,169	577,286,536	587,054,919
4	Dies, Moulds & Tools	145,458,522	25,022,899	2,744,069	-	167,737,352	74,273,086	16,962,024	217,819	-	91,017,291	76,720,081	71,185,436
5	Electric Installations	135,372,244	4,480,961	-	372,440	139,480,765	90,604,179	11,833,248	-	368,219	102,069,208	37,411,557	44,768,065
6	Furniture & Fixtures	39,276,582	4,909,789	-	56,922	44,129,449	27,816,645	3,489,508	-	54,976	31,051,177	13,078,272	11,659,937
7	Office Equipments	31,608,793	6,544,769	283,945	359,580	37,510,057	26,146,786	3,764,424	269,748	340,552	29,300,910	8,209,147	5,462,007
8	Vehicles	49,835,316	4,925,135	2,514,848	883,769	51,361,834	35,994,843	4,847,234	2,366,755	883,769	37,591,553	13,770,281	13,840,473
	<b>Total A</b>	<b>2,254,230,937</b>	<b>170,071,182</b>	<b>23,768,797</b>	<b>33,905,021</b>	<b>2,366,628,301</b>	<b>1,127,073,627</b>	<b>196,068,779</b>	<b>15,755,380</b>	<b>32,548,327</b>	<b>1,274,838,699</b>	<b>1,091,789,602</b>	<b>1,127,157,310</b>
<b>B</b>	<b>Intangible Assets</b>												
1	Software	7,727,587	7,545,000	-	-	15,272,587	7,120,387	2,917,772	-	-	10,038,159	5,234,428	607,200
	<b>Total B</b>	<b>7,727,587</b>	<b>7,545,000</b>	<b>-</b>	<b>-</b>	<b>15,272,587</b>	<b>7,120,387</b>	<b>2,917,772</b>	<b>-</b>	<b>-</b>	<b>10,038,159</b>	<b>5,234,428</b>	<b>607,200</b>
	<b>Total (A+B)</b>	<b>2,261,958,524</b>	<b>177,616,182</b>	<b>23,768,797</b>	<b>33,905,021</b>	<b>2,381,900,888 (*)</b>	<b>1,134,194,014</b>	<b>198,986,551 (**)</b>	<b>15,755,380</b>	<b>32,548,327</b>	<b>1,284,876,858</b>	<b>1,097,024,030</b>	<b>1,127,764,510</b>
	Capital Work in Progress	-	-	-	-	-	-	-	-	-	-	564,024	278,689
	<b>Previous Year</b>	<b>1,971,138,545</b>	<b>314,393,177</b>	<b>23,573,198</b>	<b>-</b>	<b>2,261,958,524 *</b>	<b>978,701,352</b>	<b>175,146,180 **</b>	<b>19,653,518</b>	<b>-</b>	<b>1,134,194,014</b>	<b>1,127,764,510</b>	<b>992,437,193</b>

\* Includes ₹ 72,755,970/- (Previous Year ₹ 76,745,494/-) Assets Used for Research and Development Purposes

\*\* Includes Depreciation ₹ 4,538,167/- (Previous Year ₹ 5,833,589/-) on Assets used for Research and Development Purposes

\$ Refer to Additional Note No. 27(h)

# For Assets charged / mortgaged as security, refer Note 4 and 6.



ELIN ELECTRONICS LIMITED

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(Amount in ₹ )

10 NON CURRENT INVESTMENTS

	As At 31st March,2021	As At 31st March,2020
Investments in Equity Instruments - At Cost (Trade) Unquoted fully paid up In Subsidiary :-		
l) 2,00,000 (P.Y. 2,00,000) Equity Shares in Elin Appliances Pvt. Ltd. (extent of holding 100.00% (P.Y. 100.00%))	20,000,000	20,000,000
In Others :-		
l) 10,000 (P.Y. 10,000) Equity shares in ELCINA Elect.Mfg.Cluster Pvt. Ltd. (extent of holding 9.08% (P.Y. 9.08%))	100,000	100,000
<b>TOTAL</b>	<b>20,100,000</b>	<b>20,100,000</b>

10.1 Aggregate amount of unquoted investments Rs.2,01,00,000/- (P.Y.Rs.2,01,00,000/-)

11 LONG TERM LOANS AND ADVANCES

(Unsecured, considered good)

	As At 31st March,2021	As At 31st March,2020
Capital Advances	172,292,146	133,097,389
Security Deposits	17,033,850	16,654,815
<b>TOTAL</b>	<b>189,325,996</b>	<b>149,752,204</b>

12 CURRENT INVESTMENTS

	As At 31st March,2021	As At 31st March,2020
Investments in units of Mutual Funds - Unquoted (At Cost)		
i) 96,532 (P.Y. 96,348) units of HDFC Group Unit Linked Plan option B	2,906,999	2,906,999
ii) 201,296 (P.Y. 201,296) units of L&T Tax Advantage Fund - Dividend	5,000,000	5,000,000
iii) 101,937 (P.Y. 101,937) units of L & T Tax Advantage Fund - Dividend	2,500,000	2,500,000
iv) 52,511 (P.Y. 52,511) units of L & T Tax Advantage Fund - Growth	2,900,000	2,900,000
v) Nil (P.Y. 399,443) units of HDFC Arbitrage Fund - Monthly-Dividend	-	4,326,367
vi) Nil (P.Y. 82,403) units of ICICI prudential Floating Interest Fund - Growth	-	23,095,647
vii) Nil (P.Y. 435,100) units of L&T Low Duration Fund- Growth	-	8,562,031
viii) Nil (P.Y. 5,526,363) Units of Nippon India Arbitrage Fund - Monthly Dividend	-	58,739,665
ix) Nil (P.Y. 7,825) units of Axis Banking & PSU DBT Fund	-	14,500,000
x) Nil (P.Y. 165,235) units of Axis Bluechip Fund	-	5,000,000
xi) Nil (P.Y. 114,480) units of ICICI Prudential Bluechip Fund - Growth	-	5,000,000
xii) Nil (P.Y. 535,643) units of ICICI Prudential Ultra Short Term Fund - Growth	-	10,500,000
	<b>13,306,999</b>	<b>143,030,709</b>
Less : Provision for Dimunation in Current Investments	693,022	6,113,574
<b>TOTAL</b>	<b>12,613,977</b>	<b>136,917,135</b>

2.1 Aggregate amount of unquoted Investments NAV Rs. 17,180,290/- (P.Y. Rs.143,770,986/-)

13 INVENTORIES

(As taken valued and certified by the Management)  
(Valued at cost or net realisable value, whichever is lower)

	As At 31st March,2021	As At 31st March,2020
Raw Materials & Components	607,795,517	359,013,158
Goods-in-Transit	1,436,438	7,290,342
Work- in-Progress*	254,299,655	169,643,258
Finished Goods	56,764,305	108,655,114
Stores and Spares	20,160,154	19,663,139
*[Work-in-progress includes Rs. 2,833,564/- (P.Y. Rs.9,787,775/-) being materials lying with third parties for processing]		
<b>TOTAL</b>	<b>940,456,069</b>	<b>664,265,011</b>

14 TRADE RECEIVABLES  
(Unsecured, considered good)

Outstanding for a period exceeding six months from the date they become due  
Others

	As At 31st March,2021	As At 31st March,2020
Outstanding for a period exceeding six months from the date they become due	7,005,133	7,076,358
Others	1,513,161,511	748,731,725
<b>TOTAL</b>	<b>1,520,166,644</b>	<b>755,808,083</b>

14.1 Outstanding from Elin Appliances Private Limited a Subsidiary Company Rs. 58,187,658/- (P.Y.74,487,311/-)



**ELIN ELECTRONICS LIMITED**  
**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS**

(Amount in ₹ )

**15 CASH AND BANK BALANCES**

	As At 31st March,2021	As At 31st March,2020
<b>Cash &amp; Cash Equivalents</b>		
Cash on hand	934,392	2,112,729
Cheques, Drafts on hand	-	50,000
Balances with Banks in Current Accounts	18,559,216	23,206,833
	(a) <u>19,493,608</u>	<u>25,369,562</u>
<b>Other Bank Balances</b>		
Bank deposits with maturity of more than 3 months but upto 12 months * (Includes Interest accrued Rs. 1,73,904/- P.Y. Rs.6,38,509/-)	7,051,980	13,060,914
Bank deposits with maturity of more than 12 months * (Includes Interest accrued Rs. 55,232/- P.Y. Rs.3,670/-)	6,917,840	137,251
	<u>13,969,820</u>	<u>13,198,165</u>
Less: Non Current Portion (shown as "Other non-current assets")	6,917,840	137,251
	(b) <u>7,051,980</u>	<u>13,060,914</u>
* Out of above Rs. 13,478,158/- (P.Y. Rs.12,314,820/-) pledged with Bank as Margin and Rs. 262,526/- (P.Y. 241,166/-) with others as security		
<b>TOTAL (a to b)</b>	<u><u>26,545,588</u></u>	<u><u>38,430,476</u></u>

**16 SHORT TERM LOANS AND ADVANCES**

	As At 31st March,2021	As At 31st March,2020
(Unsecured, considered good)		
Loans and Advances to Staff & Workers	8,429,861	7,728,060
Direct Tax Receivables [Net of Provision Rs. 110,657,307]]	-	5,718,240
Indirect Taxes Receivables	5,582,906	15,748,713
Commercial Taxes under Appeal	2,051,494	1,493,364
Provident Fund under Appeal	1,166,188	1,166,188
Goods and Service Tax Under Appeal	1,681,501	637,501
Export Incentive Receivable	312,613	879,027
Advances to Suppliers	30,127,983	27,129,414
<b>TOTAL</b>	<u><u>49,352,546</u></u>	<u><u>60,500,507</u></u>

**17 OTHER CURRENT ASSETS**

	As At 31st March,2021	As At 31st March,2020
Prepaid Expenses	68,205	144,612
<b>TOTAL</b>	<u><u>68,205</u></u>	<u><u>144,612</u></u>



18 REVENUE FROM OPERATIONS

	For the year ended 31st March,2021	For the year ended 31st March,2020
<b>Manufactured Goods</b>		
<b>Export Sales</b>		
Electric Light Fittings	25,995,745	19,444,483
Other Products	1,804,665	1,076,707
	<u>27,800,410</u>	<u>20,521,190</u>
	(a)	
<b>Domestic Sales</b>		
Electric Light Fittings	1,876,709,551	2,399,231,985
Universal Motor/ Induction Motor/Cooler Motor/EFM/HBM	2,182,827,330	1,290,380,905
SYN Motor/ FBM/ Submersible Pump	152,108,770	109,088,268
Terminal Block	101,085,877	140,449,021
Sheet Metal Parts	274,451,244	387,437,760
Plastic Moulded Items	877,704,299	614,720,368
LED Flash Light	345,613,302	352,289,207
Dies Tools & Moulds	74,176,799	88,761,366
Cartridge assy	420,949,230	42,316,284
Air Fans	49,895,782	69,702,720
Mixer Grinder	92,948,204	-
Other Product / Spare Parts	309,266,580	252,129,747
	<u>6,757,736,968</u>	<u>5,746,507,631</u>
	(b)	
<b>Sale of scrap &amp; waste / Empties</b>	<u>191,878,043</u>	<u>146,764,509</u>
	(c)	
<b>Sale of Traded goods</b>		
Sound Bar	116,261,132	175,395,017
Dies Tools & Moulds	4,480,722	-
Others	6,499,857	833,097
	<u>127,241,711</u>	<u>176,228,114</u>
	(d)	
<b>Processing Charges</b>	<u>15,003,045</u>	<u>23,455,085</u>
	(e)	
<b>Export Incentives</b>	449,184	1,131,527
	<u>449,184</u>	<u>1,131,527</u>
	(f)	
<b>TOTAL (a to f)</b>	<u><u>7,120,109,361</u></u>	<u><u>6,114,608,056</u></u>

19 OTHER INCOME

	For the year ended 31st March,2021	For the year ended 31st March,2020
Interest Income	1,858,638	2,841,118
Rental Income	360,000	360,000
Dividend on Current Investment	1,036,261	3,569,302
Net Profit / (Loss) on Sale of Current Investments	8,924,370	1,162,498
Sundry Balances Written Back	1,596,887	(613,682)
Profit on Sale of Property Plant and Equipment	361,605	1,225,325
<b>TOTAL</b>	<u><u>14,137,761</u></u>	<u><u>8,544,561</u></u>

20 COST OF MATERIALS CONSUMED

	For the year ended 31st March,2021	For the year ended 31st March,2020
Opening Stock	376,838,412	427,432,207
Add : Purchase during the year	5,265,730,626	4,050,128,384
	5,642,569,038	4,477,560,591
Less : Closing Stock	625,856,711	376,838,412
<b>Material Consumed</b>	<u><u>5,016,712,327</u></u>	<u><u>4,100,722,179</u></u>



**ELIN ELECTRONICS LIMITED**  
**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS**

(Amount in ₹ )

	<u>For the year ended 31st March,2021</u>	<u>For the year ended 31st March,2020</u>
<b>20.1 Material consumed comprises of :</b>		
CRCA/CRNGO Sheets	585,831,284	450,540,752
Universal Motor Parts	775,389,966	455,548,766
ELF / LED Components	1,014,478,309	1,538,333,552
Copper Wire	561,616,540	298,418,034
E-CU Copper Strips	28,121,617	92,969,886
Plastic Granuals	873,770,072	523,364,373
Battery (in set)	101,773,703	92,014,479
Cartridge assy	126,870,292	10,651,015
LED	16,646,351	17,883,936
Others*	932,214,193	620,997,386
*Others includes raw materials, components and spare parts, none of which individually accounts for more than 10% of the total consumption.		
<b>TOTAL</b>	<b><u>5,016,712,327</u></b>	<b><u>4,100,722,179</u></b>
<b>21 <u>CHANGES IN INVENTORIES OF FINISHED GOODS, WORK- IN-PROGRESS AND STOCK IN TRADE</u></b>		
	<u>For the year ended 31st March,2021</u>	<u>For the year ended 31st March,2020</u>
<b>Opening Stock</b>		
Finished goods	108,655,114	70,300,434
Work- in-progress	169,643,258	152,728,270
Stock in Trade	-	52,168
	<u>278,298,372</u>	<u>223,080,872</u>
<b>Closing Stock</b>		
Finished goods	56,764,305	108,655,114
Work- in-progress	254,299,655	169,643,258
Stock in Trade	-	-
	<u>311,063,960</u>	<u>278,298,372</u>
Changes in Inventories	<u><b>(32,765,588)</b></u>	<u><b>(55,217,500)</b></u>
<b>TOTAL</b>		
<b>22 <u>EMPLOYEE BENEFITS EXPENSES</u></b>		
	<u>For the year ended 31st March,2021</u>	<u>For the year ended 31st March,2020</u>
Salaries and Incentives	827,109,935	766,331,170
Contributions to :-		
- Gratuity Fund	11,067,274	5,500,000
- Provident and other Funds	43,011,014	48,417,405
Staff Welfare Expenses	14,075,633	15,696,259
<b>TOTAL</b>	<u><b>895,263,856</b></u>	<u><b>835,944,834</b></u>
<b>23 <u>FINANCE COSTS</u></b>		
	<u>For the year ended 31st March,2021</u>	<u>For the year ended 31st March,2020</u>
Interest Expenses	81,945,558	100,971,162
Bank Charges and Other Borrowing costs	3,566,258	2,990,392
<b>TOTAL</b>	<u><b>85,511,816</b></u>	<u><b>103,961,554</b></u>
<b>24 <u>RESEARCH AND DEVELOPMENT EXPENSES</u></b>		
	<u>For the year ended 31st March,2021</u>	<u>For the year ended 31st March,2020</u>
<b>Revenue Expenditure</b>		
Salaries and Incentives	45,870,672	48,544,199
Contribution to Provident and other Funds	3,189,315	3,576,686
Staff Welfare Expenses	27,478	1,469,828
Development Charges	6,285,476	4,764,394
Power and Fuel	3,728,894	4,394,446
Travelling and Conveyance Expenses	99,817	187,022
Communication Expenses	115,428	127,445
Vehicle Running & Maintenance	739,588	850,251
(Profit) on Sale of Property Plant and Equipment	(98,618)	-
Computer Expenses	498,587	1,632,064
<b>Total Revenue Expenditure</b>	<u><b>60,456,637</b></u>	<u><b>65,546,335</b></u>
Add : - Capital Expenditure incurred during the year	-	154,200
<b>Total Research &amp; Development Expenses</b>	<u><b>60,456,637</b></u>	<u><b>65,700,535</b></u>



25	<b><u>OTHER EXPENSES</u></b>	<b>For the year ended 31st March,2021</b>	<b>For the year ended 31st March,2020</b>
	<b><u>MANUFACTURING EXPENSES</u></b>		
	Power and Fuel	131,999,728	133,378,735
	Carriage & Octroi (Inward)	23,404,519	21,990,934
	Processing Charges	163,298,787	174,392,365
	Consumable Stores	24,200,600	24,952,777
	Testing & Calibration	1,323,310	2,012,070
	Repairs & Maintenance :		
	- Plant & Machinery	35,400,399	33,039,116
	- Building	21,774,340	11,760,095
	- Others	10,375,136	10,087,835
		<b>411,776,819</b>	<b>411,613,927</b>
	<b><u>SELLING AND DISTRIBUTION EXPENSES</u></b>		
	Advertisement & Sales Promotion Expenses	555,053	5,834,924
	Carriage Outwards	20,133,037	14,546,869
		<b>20,688,090</b>	<b>20,381,793</b>
	<b><u>ESTABLISHMENT EXPENSES</u></b>		
	Printing & Stationery Expenses	3,316,904	4,122,365
	Communication, Postage & Courier Expenses	1,820,874	2,021,187
	Computer Expenses	6,742,935	4,443,667
	Vehicles Running & Maintenance	12,827,535	13,817,241
	Travelling & Conveyance Expenses	11,959,053	17,144,560
	Rent Expenses	6,195,951	5,454,000
	Rates & Taxes	1,916,268	2,939,380
	Insurance Charges	8,283,525	8,026,543
	Legal & Professional Charges	5,963,221	8,303,313
	General Expenses	2,532,060	1,622,025
	Subscription & Membership Expenses	423,362	521,616
	Donation	1,079,100	120,000
	Auditors' Remuneration -		
	Statutory Audit	475,000	475,000
	Tax Audit	250,000	250,000
	Certification & Other Fee	761,000	483,500
	Miscellaneous expenses	575,040	245,863
	Bad Debt written off	-	49,149,656
	Training and Development Charges	537,180	132,414
	Directors Sitting Fees	36,000	48,000
	CSR Expenses (Refer Note no. 27 (i))	4,299,241	2,911,065
	Royalty Expenses	457,529	763,151
	Net (Gain) / Loss on Exchange Rate Fluctuation	37,404	721,687
	Provision for Diminution on Current Investment	(5,420,551)	4,952,328
		<b>65,068,631</b>	<b>128,668,561</b>
	<b>TOTAL</b>	<b>497,533,540</b>	<b>560,664,281</b>

26	<b><u>EARNING PER SHARE (EPS)</u></b>	<b>For the year ended 31st March,2021</b>	<b>For the year ended 31st March,2020</b>
I	Net Profit after tax as per Statement of Profit And Loss attributable to Equity Shareholders	213,933,086	130,450,459
II	Weighted average number of Equity Shares used as denominator for Calculating EPS *	7,095,700	7,095,700
III	Basic and Diluted EPS (in Rs.)	30.15	18.38
IV	Face value per Equity Shares (in Rs.)	10.00	10.00



27 Additional Information

(a) Contingent Liabilities and Commitments (to the extent not provided for)	As at 31st March 2021	As at 31st March 2020
	₹	₹
<b>i Contingent Liabilities*</b>		
(A) Claims against the company not acknowledged as debt		
- Commercial Taxes	2,057,987	1,421,897
- Labour Case	2,806,635	2,544,271
- Provident Fund	4,664,752	4,664,752
- Goods and Service Tax	1,681,501	637,501
(B) Letter of Credit	48,752,017	8,390,783
(C) Outstanding Bank Guarantees	3,502,500	2,433,000
	63,465,392	20,092,204
<b>ii Commitments</b>		
(A) Estimated amount of contracts remaining to be executed on capital account	97,672,441	20,609,575
(B) Derivative contracts	-	-
	97,672,441	20,609,575
<b>Total</b>	<b>161,137,833</b>	<b>40,701,779</b>

\* The Company's pending litigations comprise of claims against the Company and proceedings pending with Tax Authorities / Statutory Authorities. The Company has reviewed all its pending litigations and proceedings and has made adequate provisions, wherever required and disclosed the contingent liabilities, wherever applicable, in its Standalone financial statements. The Company does not expect the outcome of these proceedings to have a material impact on its financial position.

The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period when the Code becomes effective.

(b) Foreign Transactions	Year ended 31st March 2021	Year ended 31st March 2020
	₹	₹
<b>i Value of imports calculated on C.I.F basis in respect of –</b>		
A. Raw material & Components	684,509,436	664,210,040
B. Capital goods	41,483,327	80,774,504
C. Machine spares	6,198,716	4,648,264
	732,191,479	749,632,808
<b>ii Expenditure in Foreign Currency</b>		
A. Travelling Expenses	-	2,448,556
B. Royalty Expenses	457,529	763,151
	457,529	3,211,707
<b>iii Earnings in foreign exchange</b>		
-Export of goods calculated on F.O.B. basis	27,781,568	20,493,694

(c) Total value of all imported raw materials, spare parts and components consumed during the financial year and the total value of all indigenous raw materials, spare parts and components similarly consumed and the percentage of each to the total consumption;

Particular	Year ended 31st March 2021		Year ended 31st March 2020	
	Percentage	₹	Percentage	₹
<b>A. Raw Materials and Components</b>				
(I) Imported	13.10%	641,084,501	18.13%	713,872,777
(II) Indigenous	86.90%	4,252,168,397	81.87%	3,223,631,855
	100.00%	4,893,252,898	100.00%	3,937,504,632
<b>B. Stores &amp; Spares</b>				
(I) Imported	15.47%	19,103,354	13.67%	22,315,440
(II) Indigenous	84.53%	104,356,075	86.33%	140,902,107
	100.00%	123,459,429	100.00%	163,217,547
<b>C. Trading Goods</b>				
(I) Imported	0.00%	-	0.00%	-
(II) Indigenous	100.00%	119,938,758	100.00%	165,758,276
	100.00%	119,938,758	100.00%	165,758,276
<b>Total</b>		<b>5,136,651,085</b>		<b>4,266,480,455</b>



- (d) The Company has amounts remaining unpaid to suppliers under The Micro, Small and Medium Enterprises Development Act, 2006, [MSMED Act] as at 31 March 2021. The disclosure pursuant to the said Act is as under:

Particulars	As at 31st March 2021	As at 31st March 2020
	₹	₹
Principal amount remaining unpaid to suppliers under MSMED Act, 2006	156,735,828	85,111,506
Interest accrued, due to suppliers under MSMED Act on the above amount, and unpaid	-	-
Payment made to suppliers (other than interest) beyond the appointed day during the year	-	-
Interest paid to suppliers under MSMED Act (other than Section 16)	-	-
Interest paid to suppliers under MSMED Act (Section 16)	-	-
Interest due and payable towards suppliers under MSMED Act for payments already made	-	-
Interest accrued and remaining unpaid at the end of the year to suppliers under MSMED Act	-	-

Note: The information has been given in respect of such vendors to the extent they could be identified as "Micro and Small" enterprises on the basis of information available with the Company.

- (e) In the opinion of the Board, all assets (other than property plant and equipment and non current investments) have a realisable value in the ordinary course of business which is not different from the amount at which it is stated.

(f) **Segment Information for the Year Ended 31st March 2021:**

The Company is in the business of Electric Light Fittings, LED Flash Lights, Motors, Plastic Moulded and Sheet metal parts, Dies and Moulds, Medical Cartridge Assly, Home Appliances, Automotive parts and other electronic products & components. Taking in to account the resembling nature of product mix, identical risks & returns and the internal financial reporting system, the business activities of the Company have been considered and reported as a single business segment. Also, the lower contribution of export vis-à-vis inland sales of the Company does not call for a reporting on geographical segments. Accordingly, no segment reporting is considered necessary as per accounting standard-17 'Segment Reporting' as prescribed by the Companies (Accounting Standards) Rules, 2006

- (g) As on Balance Sheet Date, the Company's net foreign currency exposure that is not hedged is as under :-

Particulars	Currency	As at 31st March 2021		As at 31st March 2020	
		Foreign	₹	Foreign	₹
Foreign Currency Receivable	USD	192,947	14,106,368	98,379	7,570,245
Foreign Currency Payable	USD	1,012,063	73,991,930	469,114	36,098,292
	CNY	-	-	40	430
Net Foreign Exposure - Receivable/ (Payable)			(59,885,562)		(28,528,477)

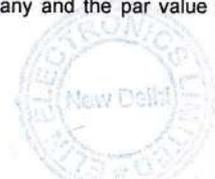
- (h) In compliance with the Accounting Standard 28 on Impairment of Assets, the company has, given due consideration to the indications of evidence of obsolescence or physical damage of an asset, made an assessment of impairment loss. The impairment has been done for Rs. 1,356,694/- (Previous Year: Rs. Nil/-) and has been charged to Statement of Profit and Loss.

- (i) Details of expenditures incurred on Corporate Social Responsibility (CSR) activities and short fall in spending in CSR:

S. No.	Particulars	Amount spent in Current Year	Amount spent in Previous Year
1	On promoting education	2,458,650	2,141,035
2	On promoting health care including preventive health care and sanitation	790,000	140,000
3	On contribution to the Prime Minister's Citizen Assistance and Relief in Emergency Situations Fund (PM CARES Fund)	500,000	-
4	On Eradicating Hunger, Poverty And Malnutrition	550,591	-
5	On ensuring environmental sustainability, ecological balance, conservation of natural resources and maintaining quality of soil, air and water	-	630,030
	<b>Total</b>	<b>4,299,241</b>	<b>2,911,065</b>
	Total amount to be spent on CSR activities as per the provision of section 135 of the Companies Act, 2013	3,614,546	3,558,527

(j) **Amalgamation of Asian Magnetic Devices Pvt Ltd and Rosebud Holding Pvt Ltd in Elin Electronics Limited :**

- i On 3rd Nov/2018, the Board had approved a Scheme of Amalgamation ("Scheme") for amalgamation of Asian Magnetic Devices Pvt Ltd ("ASIAN") and Rosebud Holding Pvt Ltd ("ROSEBUD") (hereinafter referred together as "Transferor Companies") with the Company Elin Electronics Limited ("EEL" or referred as "Transferee Company") in accordance with the provisions of Sections 230 – 232 read with other relevant provisions of the Companies Act, 2013.
- ii The Hon'ble National Company Law Tribunal, Kolkata Bench ("Hon'ble NCLT") approved and sanctioned the Scheme by its Order dated 26th September 2019. Certified copy of the Order of the Hon'ble NCLT was filed with the Registrar of Companies, West Bengal, on 2nd November 2019 and accordingly the Scheme became effective from the said date ("Effective Date").
- iii As provided for in the Scheme, the Authorised Share Capital of Rs.75,00,000/- of ASIAN and Rs. 2,00,00,000/- of ROSEBUD had been consolidated with the Authorised Share Capital of the Company and the Authorised Share Capital of the Company stands increased to Rs.10,25,00,000/-
- iv The amalgamation had been accounted for under the Pooling of Interest Method as prescribed in Accounting Standard (AS-14)-"Accounting for Amalgamations" notified under the Companies (Accounting Standards) Rules 2006 as amended from time to time.
- v Consequent to the Scheme becoming effective, the entire business and the undertaking of Transferor Companies together with all the assets and liabilities, duties and obligations including contingent liabilities stand transferred to and vested in the Company. The Appointed Date under the Scheme was 1st April 2018. Accordingly, accounting impact of the amalgamation had been given in the standalone financial statements for the year ended 31st March 2019. The difference between the book value of net assets of Transferor Companies transferred to the company and the par value of equity shares allotted by the company had been charged to General Reserve.



- vi Pursuant to the Scheme, 6,03,600 Shares held by ASIAN and 4,38,400 Shares held by ROSEBUD in the Company stand cancelled. Also, 1,00,000 shares of ASIAN held by the company out of its total shares of 400000, stands cancelled.
- vii On 22nd January 2020, the Board of Directors of the Company issued and allotted to the other shareholders of ASIAN, its shares in the ratio of 5 (five) equity shares of Rs. 10 each fully paid up of the Company for every 1 (one) equity share of ASIAN; and to all the other shareholders of ROSEBUD, its shares in the ratio of 1 (one) equity share of Rs. 10 each fully paid up of the Company for every 4 (four) Equity Shares of ROSEBUD, based on the shareholding as on the record date. In aggregate 18,50,000 equity shares of Rs. 10 each were allotted.
- (k) The COVID-19 pandemic has caused significant disturbance and slowdown of economic activity due to supply chain disruption, unavailability of personnel, closure of non-essential services on account of lockdowns, further imposing restrictions on movement of goods/material and travel. These restrictions had reduced company's operation and impacted the sales volume for the year. The Company has assessed the impact of this pandemic on its business operations and has considered all relevant internal and external information available up to the date of approval of these financial statements in assessing the recoverability and carrying values of its property, plant and equipment, trade receivables, investments and inventories. The Company has used the principles of prudence in applying judgments, estimates and assumptions including sensitivity analysis and expects the carrying amount of these assets will be recovered and no material adjustment required in the financial statements. The Impact Assessment carried out by the Management of the Company does not indicate any adverse impact on its ability to continue as a going concern. The impact of COVID-19 on the Company's financial statements may differ from that estimated as at the date of approval of these financial statements due to uncertainties associated with its nature and duration and is highly dependent on future economic developments. The Company will continue to closely monitor any material changes to future economic conditions.

**(l) Related Parties Disclosures**

As per Accounting Standard 18, the disclosures of transactions with the related parties are given below:

**(i) List of Related Parties (As identified by the Management) where control exists and transactions have taken place:****Subsidiary Company :**

Elin Appliances Pvt. Ltd.

**Key Management Personnel (Directors):**

Sh. M.L. Sethia	(Chairman and Managing Director)	
Sh. Vinay Kumar Sethia	(Whole Time Director- Commercial)	
Sh. Kamal Sethia	(Whole Time Director - Marketing)	
Sh. Kishor Sethia	(Whole Time Director - Works)	
Sh. Sanjeev Sethia	(Whole Time Director - Production)	
Sh. Sumit Sethia	(Whole Time Director - Goa Works)	(w.e.f 03rd Jun'2020)

**Enterprises over which Key Management Personnel have Significant Influence:**

Kanchan Commercial Co. Pvt. Ltd.

Magtronic Devices Pvt. Ltd.

Sethia Oil Industries Limited

**(ii) Transactions during the year with related parties :**

Particulars	Subsidiary Company	Key Management Personnel	Enterprises over which Key Management Personnel have Significant Influence	Total
	₹	₹	₹	₹
Sales	492,227,413 (384,110,066)	- -	9,740 (20,942)	492,237,153 (384,131,008)
Purchase	2,594,970 (1,466,441)	- -	- -	2,594,970 (1,466,441)
Payment for Services	4,572,430 (3,840,000)	24,243,353 (23,577,000)	600,000 (600,000)	29,415,783 (28,017,000)
Purchase of Capital Assets	- -	- -	65,000 -	65,000 -
Receipt for Services/ Interest/Dividend	1,190,000 -	- -	360,000 (360,000)	1,550,000 (360,000)
Closing Balance Receivable	56,475,627 (73,402,716)	- -	- -	56,475,627 (73,402,716)
Closing Balance Payable	- -	- -	- -	- -



- (m) The Ministry of Corporate Affairs ("MCA") through a notification of March 24, 2021, amended Schedule III to the Companies Act, 2013. The amendments revise Division I, II and III of Schedule III and are applicable from April 1, 2021. The amendments are extensive and the Company will evaluate the same to give effect to them as required by law.
- (n) For the Financial Year 2020-21, the Company has after evaluation, decided to adopt the option permitted under section 115BAA of Income Tax Act, 1961 (as introduced by the Taxation Laws (Amendment) Ordinance 2019) of the lower effective corporate tax rate of 25.17% (including surcharge and cess) instead of the earlier rate of 34.94% (including surcharge and cess). Accordingly, the company has recognized the Provision for Income Tax for the financial year ended 31st March 2021 based on the rates prescribed in the aforesaid section.
- (o) Figures for the previous year have been regrouped/rearranged wherever necessary (Previous Years figures are in brackets unless otherwise shown in separate columns.)

As per our report of even date attached

For Oswal Sunil & Company

Chartered Accountants

Firm Registration Number: 016520N

CA Sunil Bhansali

Partner

Membership No: 054645

Place New Delhi

Date: 16 JUL 2021



For and on behalf of the Board

*M.L. SETHIA, Vinay Kumar Sethia*

M.L.SETHIA  
Managing Director  
DIN: 00081367

VINAY KUMAR SETHIA  
Whole-time Director  
DIN: 00082184



*Avinash K. Karwa*  
AVINASH KARWA  
Company Secretary  
Membership No: A20424



## **INDEPENDENT AUDITOR'S REPORT**

**To the Members of Elin Electronics Limited**

**Report on the Audit of the Consolidated Financial Statements**

### **Opinion**

We have audited the accompanying consolidated financial statements of **Elin Electronics Limited** (hereinafter referred to as the "Parent") and its subsidiary (the parent company and its subsidiary together referred to as the "Group"), which comprising of the consolidated Balance Sheet as at 31st March, 2021, the consolidated Statement of Profit and Loss, the consolidated Cash Flow Statement for the year then ended, and notes to the consolidated financial statements, including a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated 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 principles generally accepted in India, of the consolidated state of affairs of the Group as at 31st March, 2021, and their consolidated profit and their consolidated 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 Companies Act, 2013. 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 together with the ethical requirements that are relevant to our audit of the consolidated financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us, is sufficient and appropriate to provide a basis for our opinion on the consolidated financial statement.

### **Emphasis of Matter**

We draw attention to Note 27(k) of the consolidated financial statements which describes management's assessment of the impact of the outbreak of COVID-19 pandemic on its business operations and financial results. The said assessment made by the management is highly dependent upon the circumstances as they evolve in subsequent period.

Our opinion is not modified in respect of above matters.

### **Other Information**

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

Our opinion on the consolidated financial statements does not cover the other information and we will 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 comprising the above documents 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.



When we read the other information comprising the above documents, if we conclude that there is a material misstatement therein, we are required to report the fact. We have nothing to report in this regard.

#### **Management's Responsibility for the Consolidated Financial Statements**

The Parent's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards specified under Section 133 of the Act. The respective Board of directors of the Companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statement 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 statement by the Directors of the Company, as aforesaid.

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

The respective Board of directors of the Companies included in the Group are responsible for overseeing the financial reporting process of the group.

#### **Auditor's Responsibilities for the Audit of the Consolidated Financial Statements**

Our objectives are 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 skepticism 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 financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Group 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 ability of the Group 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 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 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 and appropriate audit evidence regarding the financial information of the 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 the consolidated financial statement of such entities included in the consolidated financial statement of which we are the independent auditors.

Materiality is the magnitude of misstatements in the consolidated financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the consolidated financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the consolidated financial statements.

We communicate with those charged with governance of the Parent 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.

#### **Report on Other Legal and Regulatory Requirements**

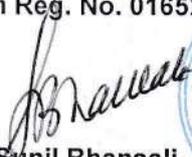
As required by Section 143(3) of the Act, based on our audit, we report, to the extent applicable, that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.
- b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books.
- c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant 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, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of the written representations received from the directors as on 31st March, 2021 taken on record by the Board of Directors of the Parent and its Subsidiary Company, none of the directors of the company is disqualified as on 31st March, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A".



- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of Section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, in respect of the Parent Company, the remuneration paid / provided by the Company to their directors are in accordance with the provisions of section 197 read with Schedule V to the Act;
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Group has disclosed the impact of pending litigations on its consolidated financial position in its consolidated financial statements – Refer Note 27(a) to the consolidated financial statements.
  - ii. The Group have made provision, as required under the applicable law & accounting standards for material foreseeable losses, if any and as required under the long-term contracts. The Company does not have any derivative contracts.
  - iii. There has not been an occasion in case of the Group during the year under report to transfer any sums to the Investor Education and Protection Fund. The question of delay in transferring such sums does not arise.

For Oswal Sunil & Company  
Chartered Accountants  
Firm Reg. No. 016520N

  
CA Sunil Bhansali  
Partner  
M. No.: 054645  
UDIN: 21054645AAAABD3448



Place: New Delhi  
Dated: 16.07.2021

**'Annexure – A' TO THE INDEPENDENT AUDITORS' REPORT**

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

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

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended 31 March 2021, we have audited the internal financial controls over financial reporting of **ELIN ELECTRONICS LIMITED** (herein after referred as the "Parent") and its subsidiary company (the parent company and its subsidiary together referred to as the "Group") as on that date.

**Management's Responsibility for Internal Financial Controls**

The respective board of the directors of the Parent Company and its subsidiary company are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the respective companies considering the essential components of internal control stated in the guidance note on Audit of Internal financial control over Financial Reporting issued by the Institute of Chartered Accountants of India. 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.

**Auditors' Responsibility**

Our responsibility is to express an opinion on the group'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 as specified 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 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 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 control 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, 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 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 group'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 consolidated 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, 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 consolidated financial statements in accordance with the generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the Company; (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the consolidated 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, to the best of our information and according to the explanations given to us, the Group have, 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 31st March, 2021, based on the internal control over financial reporting criteria established by the respective companies of the Group 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 Oswal Sunil & Company  
Chartered Accountants  
Firm Reg. No. 016520N

CA Sunil Bhansali

Partner

M. No.: 054645

UDIN: 21054645AAAABD3448



Place: New Delhi  
Dated: 16.07.2021

**ELIN ELECTRONICS LIMITED**  
**CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2021**

	Notes	As At 31st March, 2021 ₹	As At 31st March, 2020 ₹
<b><u>EQUITY AND LIABILITIES</u></b>			
<b><u>SHAREHOLDERS' FUNDS</u></b>			
Share Capital	2	68,067,000	68,067,000
Reserves and Surplus	3	2,285,540,866	2,020,015,614
		<u>2,353,607,866</u>	<u>2,088,082,614</u>
<b><u>NON-CURRENT LIABILITIES</u></b>			
Long-Term Borrowings	4	372,382,777	401,454,905
Deferred Tax Liabilities (Net)	5	-	7,598,836
		<u>372,382,777</u>	<u>409,053,741</u>
<b><u>CURRENT LIABILITIES</u></b>			
Short-Term Borrowings	6	566,546,963	191,114,539
Trade Payables			
- Micro and Small Enterprises		194,943,293	102,630,397
- Others		850,861,367	578,966,036
Other Current Liabilities	7	303,951,294	207,758,256
Short-Term Provisions	8	85,335,292	53,251,936
		<u>2,001,638,209</u>	<u>1,133,721,164</u>
<b>TOTAL</b>		<b><u>4,727,628,852</u></b>	<b><u>3,630,857,519</u></b>
<b><u>ASSETS</u></b>			
<b><u>NON-CURRENT ASSETS</u></b>			
Property Plant and Equipment	9		
- Tangible Assets		1,293,531,061	1,338,348,954
- Intangible Assets		5,234,428	607,200
- Capital Work in Progress		564,024	278,689
Non Current Investments	10	300,000	300,000
Deferred Tax Assets (Net)	5	4,116,402	-
Long-Term Loans and Advances	11	206,371,943	168,086,630
Other non-current assets		7,127,360	332,198
		<u>1,517,245,218</u>	<u>1,507,953,671</u>
<b><u>CURRENT ASSETS</u></b>			
Current Investments	12	120,213,727	241,217,135
Inventories	13	1,149,926,482	798,997,254
Trade Receivables	14	1,828,402,389	909,307,727
Cash and Bank balances	15	53,811,812	104,050,094
Short-Term Loans and Advances	16	57,961,019	69,187,026
Other Current assets	17	68,205	144,612
		<u>3,210,383,634</u>	<u>2,122,903,848</u>
<b>TOTAL</b>		<b><u>4,727,628,852</u></b>	<b><u>3,630,857,519</u></b>
Significant Accounting Policies	1		
Additional Information	27		

As per our report of even date attached  
For Oswal Sunil & Company  
Chartered Accountants  
Firm Registration Number: 016520N

CA Sunil Bhansali  
Partner  
Membership No: 054645

Place : New Delhi  
Date : 16 JUL 2021

For and on behalf of the Board

M.L.SETHIA  
Managing Director  
DIN: 00081367

VINAY KUMAR SETHIA  
Whole Time Director  
DIN: 00082184

AVINASH KARWA  
Company Secretary  
Membership No: A20424

**ELIN ELECTRONICS LIMITED**  
**CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2021**

	Notes	For the year ended 31st March, 2021	For the year ended 31st March, 2020
<b><u>INCOME</u></b>			
Revenue from Operations	18	8,623,782,493	7,855,837,933
Other Income	19	13,999,295	8,217,575
<b>Total Revenue</b>		<b>8,637,781,788</b>	<b>7,864,055,508</b>
<b><u>EXPENSES</u></b>			
Cost of Materials Consumed	20	6,168,175,588	5,425,676,902
Purchases of Stock-in-Trade		119,074,585	167,888,183
Changes in Inventories of Finished goods, Work-in-Progress and Stock-in-Trade	21	(40,343,372)	(55,554,533)
Employee Benefits Expenses	22	1,079,442,254	1,058,057,109
Finance Costs	23	96,764,700	116,591,052
Research & Development Expenses	24	60,456,637	65,546,335
Depreciation, Amortisation and Impairment Expenses	9	228,167,639	202,701,556
Other Expenses	25	562,227,290	638,629,096
<b>Total Expenses</b>		<b>8,273,965,321</b>	<b>7,619,535,700</b>
<b>PROFIT BEFORE TAX</b>		<b>363,816,467</b>	<b>244,519,808</b>
Tax Expenses			
Income Tax		109,900,000	53,700,000
Short / (Excess) Provision for Income Tax of earlier year		106,453	(240,060)
Deferred Tax		(11,715,238)	5,229,440
<b>Profit for the year</b>		<b>265,525,252</b>	<b>185,830,428</b>
Earning per Equity Share (Face Value Rs. 10/- Per Share ) Basic & Diluted ( in Rs.)	26	39.01	27.30
Significant Accounting Policies	1		
Additional Information	27		

As per our report of even date attached  
For Oswal Sunil & Company  
Chartered Accountants  
Firm Registration Number: 016520N

CA Sunil Bhansali  
Partner  
Membership No: 054645

Place : New Delhi  
Dated : 16 JUL 2021



For and on behalf of the Board

M.L.SETHIA  
Managing Director  
DIN: 00081367

VINAY KUMAR SETHIA  
Whole Time Director  
DIN: 00082184

AVINASH KARWA  
Company Secretary  
Membership No: A20424



**ELIN ELECTRONICS LIMITED**  
**CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2021**

	Year Ended 31st March, 2021	Year Ended 31st March, 2020
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit Before Taxation	363,816,467	244,519,808
Adjustments for :		
Depreciation, Amortisation and Impairment Expenses	228,167,639	202,701,556
Bad Debts Written Off	-	49,149,656
Provision for Doubtful Receivables	-	5,827,928
Provision for Diminution on Current Investment	(5,420,551)	4,952,328
(Profit) / Loss on Disposal of Property Plant and Equipment (Net)	(19,109)	(1,122,829)
Dividend Income from Current Investments	(1,066,261)	(3,604,302)
Interest Paid	92,770,756	113,392,363
Interest Received	(1,904,561)	(3,698,050)
(Profit) / Loss on Sale of Current Investments	(9,071,586)	(1,168,905)
Operating Profit Before Working Capital Changes	667,272,794	610,949,553
Adjustments For :		
Trade Payable	350,705,200	(196,667,856)
Other Current Liabilities	96,193,038	48,725,375
Short -Term Provisions	(1,781,167)	3,636,310
Long - Term Loans and Advances	(39,573,792)	37,373,349
Inventories	(350,929,228)	19,083,264
Trade Receivables	(905,591,635)	375,934,657
Short - Term Loans and Advances	10,139,960	(6,428,573)
Other Current Assets	76,407	397,162
Cash Generated from Operation	(173,488,423)	893,003,241
Less: Direct Taxes Paid (Net) (Including Tax Deducted at Source)	(75,055,883)	(63,542,761)
Net Cash from Operating Activities <span style="float: right;">Total (A)</span>	<b>(248,544,306)</b>	<b>829,460,480</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Property Plant and Equipment	(203,048,634)	(330,309,055)
Sale Proceeds of Property Plant and Equipment	16,093,913	7,917,034
Capital Subsidy Received	-	5,000,000
Purchase of Current & Non Current Investments	(4,999,750)	(145,300,000)
Sale Proceeds of Current & Non Current Investments	140,495,296	27,668,905
Dividend Received on Current Investment	1,066,261	3,604,302
Changes in Bank deposits under Other bank balances	(786,228)	(5,890,273)
Interest Received	1,904,561	3,698,050
Net Cash from Investing Activities <span style="float: right;">Total (B)</span>	<b>(49,274,581)</b>	<b>(433,611,037)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from Long Term Borrowings (Net of Payment)	(29,072,128)	(12,785,110)
Proceeds from Short Term Borrowings (Net of Payment)	375,432,424	(207,127,073)
Interest Paid	(92,770,756)	(113,392,363)
Net Cash from Financing Activities <span style="float: right;">Total (C)</span>	<b>253,589,540</b>	<b>(333,304,546)</b>
<b>D. NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C)</b>	<b>(44,229,348)</b>	<b>62,544,897</b>
Add : Cash and Cash Equivalents (Opening Balance)	90,989,180	28,444,283
Cash and Cash Equivalents (Closing Balance)	<b>46,759,832</b>	<b>90,989,180</b>

**Notes :**

- The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in Accounting Standard - 3 Cash Flow Statement
- Cash and bank balance includes the following, which are not available for use by the Company:

Fixed deposits pledged with banks	13,478,158	12,314,820
Fixed deposits pledged with others	412,526	391,166

As per our report of even date attached  
For Oswal Sunil & Company  
Chartered Accountants  
Firm Registration Number: 016520N

CA Sunil Bhansali  
Partner  
Membership No: 054645

Place : New Delhi  
Dated : 16 JUL 2021

For and on behalf of the Board

M.L.SETHIA  
Managing Director  
DIN: 00081367

VINAY KUMAR SETHIA  
Whole-time Director  
DIN: 00082184



AVINASH K. KARWA  
Company Secretary  
Membership No: A20424

**1 Significant Accounting Policies****I PRINCIPLES OF CONSOLIDATION**

The Consolidated financial statements relate to ELIN ELECTRONICS LIMITED (hereinafter referred to as the "Parent Group" or "Holding Group") and its subsidiary (these group entity and the Parent Group hereinafter collectively referred to as "the Group"). In the preparation of these consolidated financial statements, investments in Subsidiaries have been accounted for in accordance with AS 21 (Consolidated Financial Statements) referred to in Section 133 of Companies Act 2013 read with Rule 7 of Companies (Accounts) Rules, 2014. The Consolidated financial statements are prepared on the following basis -

i. Subsidiary companies are consolidated on a line-by-line basis by adding together the book values of the like items of assets, liabilities, income and expenses after eliminating all significant intra-group balances and intra-group transactions and also unrealized profits or losses, except where cost cannot be recovered.

ii. The results of operations of a subsidiary with which Parent – Subsidiary relationship cease to exist are included in the consolidated statement of profit and loss until the date of cessation of the relationship.

iii. All the Subsidiary Companies, the Companies, in which ELIN ELECTRONICS LTD. has an ownership of more than one half of voting power or otherwise has power to exercise control over the operations to obtain economic benefits are considered for consolidation except where the control is intended to be temporary because the subsidiary is acquired and held exclusively with a view to its subsequent disposal in the near future. Where a subsidiary is acquired and held exclusively with a view to its subsequent disposal, the investment in the subsidiary is accounted for in accordance with Accounting Standard 13 "Investments" which require that current investments should be valued at lower of cost or their fair value.

iv. The difference between the cost to the Parent Group of investment in Subsidiaries and the proportionate share in the equity of the subsidiaries as at the date of acquisition of stake is recognized in the consolidated financial statements as Goodwill or Capital Reserve, as the case may be.

v. Minorities' interest in net profits, if any, of consolidated subsidiaries for the Financial Year ended March 31st, 2021 is identified and adjusted against the income in order to arrive at the net income attributable to the shareholders of the Parent Group. Their share of net assets is identified and presented in the Consolidated Balance Sheet separately.

vi. As far as possible, the consolidated financial statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances and are presented, to the extent possible, in the same manner as the Parent Group's stand-alone financial statements. Differences in accounting policies are disclosed separately.

vii. The Consolidated financial statements of the entities used for the purpose of consolidation are drawn up to reporting date as that of the Parent Group i.e. 31st March 2021.

viii. As per Accounting Standard Interpretation (ASI)-15 on Notes to the Consolidated financial statements, only the notes involving items which are material need to be disclosed. Materiality for this purpose is assessed in relation to the information contained in the consolidated financial statements. Further, additional statutory information disclosed in separate consolidated financial statements of the subsidiary and/or a parent having no bearing on the true and fair view of the consolidated financial statements need not be disclosed in the consolidated financial statements.

**ix. Information of Subsidiary Companies**

The following is the list of subsidiary companies along with the proportion of voting powers held:

Name of Companies	% of shares held	Incorporated in	Country of incorporation and other particulars
Elin Appliances Private Limited	100%	India	Company was incorporated in on 21/08/2002 and having its registered office at Himachal Pradesh.
	(Subsidiary)		

**II SIGNIFICANT ACCOUNTING POLICIES****a Accounting Basis and Convention :**

The Consolidated Financial Statements have been prepared under the Historical Cost convention in accordance with the generally accepted accounting principles and to comply with the Accounting Standards referred to in Section 133 of Companies Act 2013 read with Rule 7 of Company (Accounts) Rules, 2014 to the extent applicable. The Company follows mercantile system of accounting.

**b Use of Estimates**

The preparation of the consolidated financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognised in the period in which the results are known / materialised.

**c Property Plant and Equipment :****i) Tangible Assets**

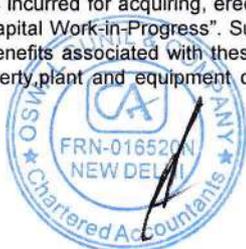
Property Plant and Equipments are stated at cost less accumulated depreciation & impairment, if any. The Company capitalizes all direct costs including taxes (Net of eligible Input Tax Credit), duties, freight and incidental expenses directly attributable to the acquisition and installation of assets for ready for use, as intended by the management.

**ii) Intangible Assets**

An Intangible asset is recognized, where it is probable that the future economic benefits attributable to the assets will flow to the enterprise and where its cost can be reliably measured.

**iii) Capital Work-in-Progress**

All direct expenses incurred for acquiring, erecting and commissioning of Property Plant and Equipments, which are not ready for put into use, are shown under the head "Capital Work-in-Progress". Subsequent expenditures relating to property, plant and equipment is capitalized only when it is probable that future economic benefits associated with these will flow to the Company and the cost of the item can be measured reliably. Advances paid towards the acquisition of property, plant and equipment outstanding at each Balance Sheet date is classified as "Capital Advances" under Long Term Loans and Advances.



## NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

**d Depreciation and Amortisation :**

Depreciation is charged on the basis of useful life of the Property Plant and Equipment. The company has adopted useful life as given in Part "C" of Schedule II of Companies Act, 2013 except for assets used in manufacturing of Medical Products which are depreciated over a period of 3 years based on the management's internal assessment. The Company has adopted written down value method for computation of depreciation charged. The Company is amortising the leasehold Land over the period of lease life and software over the period of three years.

**e Inventories :**

Inventories are valued at lower of cost or net realisable value. The cost is determined using FIFO basis. Provision for obsolescence is made, wherever necessary.

**f Investments :**

Non Current Investments are stated at cost. Provision for diminution is made when there is permanent fall in valuation of Non Current investment. Current Investments comprising investment in Mutual Funds, are stated at lower of cost or quoted / fair value.

**g Foreign Currency Transaction :****i) Conversion**

Foreign currency monetary items are reported using the closing rate. Non-monetary items, which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction.

**ii) Exchange Differences**

Exchange differences arising on the settlement or reporting of monetary items at rates different from those at which they were initially recorded during the year, or reported in previous consolidated financial statement, are recognized as income or expense in the Consolidated Statement of Profit and Loss.

**h Impairment of assets:**

The Carrying amount of the Company's Assets are reviewed periodically to determine whether there is any indication of impairment of assets. An impairment Loss is recognised whenever the carrying amount of an assets exceeds its recoverable amount. The recoverable amount is greater of net selling price and value in use.

**Revenue Recognition :**

Sales is recognized on transfer of property in goods to customers. Processing Income is recognized as and when such service are provided. Interest income and Rental Income are recognised on time proportion basis. Dividend Income is recognised when right to receive is established.

**j Research & Development :**

Revenue Expenditure on Research & Development activities are charged to Consolidated Statement of Profit and Loss in the year in which it is incurred. Capital Expenditure on Research & Development is shown as addition to Property Plant and Equipment.

**k Retirement Benefits :**

Contribution to Provident Fund and Family Pension Fund is made monthly and debited to the Consolidated Statement of Profit and Loss . Liability in respect of gratuity payable to employees is funded through Elin Electronics Limited Employees Group Gratuity Fund under a policy scheme of Kotak Mahindra Old Mutual Life Insurance Limited, Bajaj Allianz Life Insurance Co. Ltd and Birla Sun Life Insurance Co. Ltd. The expenses is recognised at the present value of the amounts payable determined using actuarial valuation techniques. Yearly contribution paid to the Fund is debited to Consolidated Statement of Profit and Loss. The employees of the Company can encash unavailed leave during the period of service hence yearly provision is made for unavailed leave outstanding at the close of each Financial Year.

**l Borrowing Costs :**

Borrowing costs attributable to the acquisition/construction of qualifying assets are capitalised. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. Other Borrowing costs are recognised as expenses in the period in which they are incurred.

**m Recognition of Grants and Subsidy :**

Government Grants are recognized only when there is reasonable assurance that the company will comply with the conditions attached to them and that there is reasonable certainty that grants will be received. Government Grants/assistance related to fixed assets are adjusted in the carrying cost of such assets so that depreciation expenses are adjusted on systematic basis over the useful life of asset.

A government grant that becomes receivable for fixed assets already discarded or expenses already incurred or for the purpose of giving immediate financial support to the Company with no future related costs, is recognized in Consolidated Statement of Profit and Loss of the period in which it is actually received.

**n Provision, Contingent Liabilities And Contingent Assets**

Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent liabilities are not recognised but are disclosed in the notes.

Contingent liability is disclosed in case of:

- i a present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation,
- ii a present obligation arising from past events, when no reliable estimate is possible,
- iii a possible obligation arising from past events where the probability of outflow of resources is not remote. Contingent Assets are neither recognised nor disclosed in the consolidated financial statements.

**p Tax on Income**

Provision for current tax is made after taking into consideration of benefits admissible under the provision of the Income Tax Act, 1961. Deferred tax resulting from timing difference between book and taxable profits accounted for using the tax rates and law that have been enacted as on the Consolidated Balance Sheet date. The deferred tax asset is recognised and carried forward only to the extent there is reasonable certainty that the assets will be realised in future.



**ELIN ELECTRONICS LIMITED**  
**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS**

(Amount in ₹)

**2 SHARE CAPITAL**

	As At 31st March,2021	As At 31st March,2020
<b>AUTHORISED</b>		
10250000 Equity Shares of Rs.10/- each (P.Y.10250000 Equity Shares of Rs.10/- each)*	102,500,000	102,500,000
	<u>102,500,000</u>	<u>102,500,000</u>
<b>ISSUED, SUBSCRIBED &amp; PAID UP</b>		
6806700 Equity Shares of Rs.10/- each fully paid up (P.Y.6806700 Equity Shares of Rs.10/-each)	68,067,000	68,067,000
<b>TOTAL</b>	<u>68,067,000</u>	<u>68,067,000</u>

**2.1 The details of shareholders holding more than 5% shares**

Name of the Shareholders	As At 31st March,2021		As At 31st March,2020	
	No. of Shares	Percentage held	No of Shares	Percentage held
1 Suman Sethia	660,000	9.70%	660,000	9.70%
2 Prem Lata Sethia	467,000	6.86%	467,000	6.86%
3 Mangilall Sethia	-	0.00%	621,650	9.13%
4 Kishor Sethia	607,488	8.92%	-	0.00%
5 Kamal Sethia	371,603	5.46%	-	0.00%
6 Gaurav Sethia	523,834	7.70%	-	0.00%

**2.2** The company has one class of shares having a face value of Rs.10/- per share. Each shareholder is eligible for one vote per share held.

**2.3 Reconciliation of Shares outstanding at the beginning and end of reporting period**

Particulars	As at 31st March 2021		As at 31st March 2020	
	Number	Rs.	Number	Rs.
Shares outstanding at the beginning of the year	6,806,700	68,067,000	4,956,700	49,567,000
Add: Shares issued pursuant to scheme*	-	-	1,850,000	18,500,000
<b>Shares outstanding at the end of the year</b>	<u>6,806,700</u>	<u>68,067,000</u>	<u>6,806,700</u>	<u>68,067,000</u>

\*Refer Note 27(j)(vii)

**3 RESERVES & SURPLUS**

	As At 31st March,2021	As At 31st March,2020
<b>SECURITY PREMIUM</b>		
As per last Balance Sheet	59,554,000	59,554,000
<b>CAPITAL RESERVE ON CONSOLIDATION</b>	212,169,669	212,169,669
<b>GENERAL RESERVE</b>		
As per last Balance Sheet	503,766,537	453,766,537
Add : Transferred from Surplus in the Statement of Profit and Loss	50,000,000	50,000,000
	<u>553,766,537</u>	<u>503,766,537</u>
<b>SURPLUS IN THE CONSOLIDATED STATEMENT OF PROFIT AND LOSS</b>		
As per last Balance Sheet	1,244,525,408	1,108,694,980
Add: Profit for the year	265,525,252	185,830,428
	1,510,050,660	1,294,525,408
<b>Less : Appropriations</b>		
Transfer to General Reserve	50,000,000	50,000,000
	<u>1,460,050,660</u>	<u>1,244,525,408</u>
<b>TOTAL</b>	<u>2,285,540,866</u>	<u>2,020,015,614</u>

**4 LONG TERM BORROWINGS**

	As At 31st March,2021	As At 31st March,20
<b>Secured</b>		
<b>Term Loans</b>		
From Banks	572,047,435	508,605,790
Less : Shown in Current Maturities of Long-Term Debt (Refer Note 7)	(199,664,658)	(107,150,885)
(Secured by way of first pari passu charge over entire movable Property Plant and Equipments of the company and immovable Property Plant and Equipment of the company by equitable mortgage of properties situated at Ghaziabad and Goa. These are further secured by second pari passu charge on entire current assets of the company and personal guarantee of the four Directors of the Company)		
(Terms of Repayment - Repayable in quarterly / monthly instalments. The amount will be fully paid by Dec, 2027)		
<b>TOTAL</b>	<u>372,382,777</u>	<u>401,454,905</u>



ELIN ELECTRONICS LIMITED  
NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(Amount in ₹ )

4.1	Particulars	Installments	Weighted Average Rate of Interest	Outstanding as at 31/03/2021	Annual Repayment Schedule		
					2021-22	2022-23	2023-24 to 2027-28
	Term Loans	Quarterly / Monthly	7.23%	572,047,435	199,664,658	145,263,092	227,119,685

5 DEFERRED TAX ASSETS / (LIABILITIES) (NET)

	As At 31st March,2021	As At 31st March,2020
Deferred Tax Assets / (Liabilities)	4,116,402	(7,598,836)
<b>TOTAL</b>	<b>4,116,402</b>	<b>(7,598,836)</b>

5.1 The components of Deferred Tax Assets / (Liabilities) are as under :-

	Deferred Tax Assets (Liabilities) As on 01/04/2020	Current Year Charge / (Credit)	Deferred Tax Assets (Liabilities) As on 31/03/2021
<u>Deferred Tax Assets</u>			
Disallowances of provision for Bonus & Leave Encashment	13,548,540	(720,598)	12,827,942
Provision for Doubtful Receivables	1,621,330	(154,441)	1,466,889
<b>Total (A)</b>	<b>15,169,870</b>	<b>(875,039)</b>	<b>14,294,831</b>
<u>Deferred Tax Liability</u>			
Timing Differences on account of Change in Written Down Values as per Books of accounts and as per IT Act.	(22,768,706)	12,590,277	(10,178,429)
<b>Total (B)</b>	<b>(22,768,706)</b>	<b>12,590,277</b>	<b>(10,178,429)</b>
<b>Deferred Tax Assets / (Liabilities) (net) (A-B)</b>	<b>(7,598,836)</b>	<b>11,715,238</b>	<b>4,116,402</b>

6 SHORT-TERM BORROWINGS

	As At 31st March,2021	As At 31st March,2020
<u>Secured</u>		
Working Capital Loan - Repayable on demand		
- From Banks	483,566,063	180,802,939
(Secured by exclusive first pari passu charge on entire stock of Raw material, Work-in-Progress, Finished Goods, Consumable Stores, Book Debts and other current assets of the company, both present and future. These loans are further secured by second pari passu charge over the entire movable Property Plant and Equipments of the company and immovable Property Plant and Equipments of the company by equitable mortgage of properties situated at Ghaziabad and Goa and personal guarantee of the four Directors of the Company)		
<u>Unsecured</u>		
Electronic Vendor Financing Scheme - Repayable on due dates agreed with Vendors		
- From Banks	82,980,900	10,311,600
<b>TOTAL</b>	<b>566,546,963</b>	<b>191,114,539</b>

7 OTHER CURRENT LIABILITIES

	As At 31st March,2021	As At 31st March,2020
Current Maturities of Long-Term Debts (Refer Note 4)		
- Term Loans	199,664,658	107,150,885
Advances from Customers	8,885,768	24,025,406
Statutory Liabilities Payable	32,024,033	22,600,349
Security Deposits	58,000	58,000
Liability for Expenses	63,318,835	53,923,616
<b>TOTAL</b>	<b>303,951,294</b>	<b>207,758,256</b>

8 SHORT-TERM PROVISIONS

	As At 31st March,2021	As At 31st March,2020
Provision For Employees Benefits		
- Bonus and Reward	36,022,943	39,854,500
- Leave Encashment	14,945,553	12,895,163
Provision for Income Tax [Net of advances Rs. 108,933,204/- (PY:Rs. 130,455,034/-)]	34,366,796	502,273
<b>TOTAL</b>	<b>85,335,292</b>	<b>53,251,936</b>



9 PROPERTY PLANT AND EQUIPMENT

Sl. No.	Particulars	Gross Block #					Depreciation					Net Block	
		As at 01/04/2020	Additions	Sales / Adjustments	Adjustment for Impairment of Assets \$	As at 31/03/2021	As at 01/04/2020	For the year	Sales / Adjustments	Adjustment for Impairment of Assets \$	As at 31/03/2021	As at 31/03/2021	As at 31/03/2020
A	Tangible Assets												
1	Leasehold Land	125,938,312	-	-	-	125,938,312	13,928,679	2,142,036	-	-	16,070,715	109,867,597	112,009,633
2	Buildings (Factory & Non Factory)	738,052,812	8,019,088	-	-	746,071,900	333,623,441	38,338,111	-	-	371,961,552	374,110,348	404,429,371
3	Plant & Machinery (including R & D Machinery)	1,369,392,781	127,599,123	18,638,069	32,232,330	1,446,121,505	722,582,347	135,347,313	13,229,495	30,900,811	813,798,354	632,322,151	646,810,434
4	Dies, Moulds & Tools	187,221,140	37,241,932	11,244,207	-	213,218,865	95,211,196	21,459,718	766,589	-	115,004,325	97,314,540	92,009,944
5	Electric Installations	153,151,164	4,685,221	63,825	372,440	157,400,120	105,139,893	12,665,999	43,769	368,219	117,393,904	40,006,216	48,011,271
6	Furniture & Fixtures	47,351,537	6,007,749	-	56,922	53,302,364	34,351,022	3,911,855	-	54,976	38,207,901	15,094,463	13,000,515
7	Office Equipments	41,997,923	8,028,530	409,270	359,560	49,257,623	34,887,327	4,828,301	388,807	340,552	38,986,289	10,271,354	7,110,996
8	Vehicles	52,446,211	4,925,135	2,769,739	863,769	53,717,838	37,479,021	5,199,840	2,621,646	883,789	39,173,446	14,544,392	14,967,190
	<b>Total A</b>	<b>2,715,551,880</b>	<b>196,506,778</b>	<b>33,125,110</b>	<b>33,905,021</b>	<b>2,845,028,527</b>	<b>1,377,202,926</b>	<b>223,893,173</b>	<b>17,050,306</b>	<b>32,548,327</b>	<b>1,551,497,466</b>	<b>1,293,531,061</b>	<b>1,338,346,954</b>
B	Intangible Assets												
1	Software	7,727,587	7,545,000	-	-	15,272,587	7,120,387	2,917,772	-	-	10,038,159	5,234,428	607,200
	<b>Total B</b>	<b>7,727,587</b>	<b>7,545,000</b>	<b>-</b>	<b>-</b>	<b>15,272,587</b>	<b>7,120,387</b>	<b>2,917,772</b>	<b>-</b>	<b>-</b>	<b>10,038,159</b>	<b>5,234,428</b>	<b>607,200</b>
	<b>Total (A+B)</b>	<b>2,723,279,467</b>	<b>204,051,778</b>	<b>33,125,110</b>	<b>33,905,021</b>	<b>2,860,301,114 (*)</b>	<b>1,384,323,313</b>	<b>226,810,945 (**)</b>	<b>17,050,306</b>	<b>32,548,327</b>	<b>1,561,535,625</b>	<b>1,298,765,489</b>	<b>1,338,956,154</b>
	Capital Work in Progress											564,024	278,689
	<b>Previous Year</b>	<b>2,426,276,614</b>	<b>330,053,769</b>	<b>33,050,916</b>	<b>-</b>	<b>2,723,279,467 (*)</b>	<b>1,202,878,468</b>	<b>202,701,566 (**)</b>	<b>21,256,711</b>	<b>-</b>	<b>1,384,323,313</b>	<b>1,338,956,154</b>	<b>1,223,398,146</b>

\* Includes ₹ 72,755,970 /- (Previous Year ₹ 76,591,294/-) Assets Used for Research and Development Purposes

\*\* Includes Depreciation ₹ 4,538,167/- (Previous Year ₹ 5,833,589/-) on Assets used for Research and Development Purposes

\$ Refer to Additional Note No. 27(h)

# For Assets charged / mortgaged as security, refer Note 4 and 6.



**ELIN ELECTRONICS LIMITED**  
**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS**

(Amount in ₹)

**10 NON CURRENT INVESTMENTS**

	As At 31st March,2021	As At 31st March,2020
I) 20000 (P.Y. 20000) Equity shares in Shivalik Solid Waste Management Ltd. (extent of holding 0.19% (P.Y. 0.19%))	200,000	200,000
II) 10000 (P.Y. 10000) Equity shares in ELCINA Elect.Mfg.Cluster Pvt. Ltd. (extent of holding 9.08% (P.Y. 9.08%))	100,000	100,000
<b>TOTAL</b>	<b>300,000</b>	<b>300,000</b>
<b>SUB TOTAL</b>	<b>300,000</b>	<b>300,000</b>

10-1 Aggregate amount of unquoted investments Rs.300,000/- (P.Y.Rs.300,000/-)

**11 LONG TERM LOANS AND ADVANCES**

(Unsecured, considered good)

	As At 31st March,2021	As At 31st March,2020
Capital Advances	188,233,093	150,326,815
Security Deposits	18,138,850	17,759,815
<b>TOTAL</b>	<b>206,371,943</b>	<b>168,086,630</b>

**12 CURRENT INVESTMENTS**

	As At 31st March,2021	As At 31st March,2020
Investments in units of Mutual Fund - Unquoted (At Cost)		
i) Nil (P.Y. 399,443) units of HDFC Arbitrage Fund - Monthly-Dividend	-	4,326,367
ii) Nil (P.Y. 82,403) units of ICICI prudential Floating Interest Fund - Growth	-	23,095,647
iii) Nil (P.Y. 435,100) units of L&T Low Duration Fund- Growth	-	8,562,031
iv) 201,296 (P.Y. 201,296) units of L&T Tax Advantage Fund - Dividend payout	5,000,000	5,000,000
v) Nil (P.Y. 5,526,363) Units of Reliance Arbitrage Fund - Monthly Dividend	-	58,739,665
vii) 159938 (P.Y. 159,721) units of HDFC Group Unit Linked Plan option B	5,506,999	5,506,999
viii) Nil (P.Y. 611) units of Nippon India Ultra Short Duration Fund- Growth Option-Growth Plan	-	1,700,000
ix) 101,937 (P.Y. 101,937) units of L & T Tax Advantage Fund - Dividend	2,500,000	2,500,000
x) 52,511 (P.Y. 52,511) units of L & T Tax Advantage Fund - Growth	2,900,000	2,900,000
xi) Nil (P.Y. 7825) units of Axis Banking & PSU DBT Fund	-	14,500,000
xii) Nil (P.Y. 165,234) units of Axis Bluechip Fund	-	5,000,000
xiii) Nil (P.Y. 114,480) units of ICICI Prudential Bluechip Fund	-	5,000,000
xiv) Nil (P.Y. 535,643) units of ICICI Prudential Ultra Short Term Fund	-	10,500,000
xv) 55,441 (P.Y. 52,941) Units of Axis Banking & Psu Debt Fund-Regular Growth	104,999,750	100,000,000
	<b>120,906,749</b>	<b>247,330,709</b>
Less : Provision for Dimunation in Current Investments	693,022	6,113,574
<b>TOTAL</b>	<b>120,213,727</b>	<b>241,217,135</b>

12-1 Aggregate amount of unquoted Investments NAV Rs. 135,607,615/- (P.Y. Rs.250,799,398/-)

**13 INVENTORIES**

	As At 31st March,2021	As At 31st March,2020
( As taken valued and certified by the Management) (Valued at cost or net realisable value, whichever is lower)		
Raw Materials & Components	772,349,380	455,553,340
Goods-in-Transit	2,399,031	9,106,230
Work- in-Progress*	267,019,224	186,933,880
Finished Goods	87,998,693	127,740,665
Stores and Spares	20,160,154	19,663,139
*[Work-in-progress includes Rs. 2,874,010/- (P.Y. Rs.10,379,092/-) being materials lying with third parties for processing]		
<b>TOTAL</b>	<b>1,149,926,482</b>	<b>798,997,254</b>



14 **TRADE RECEIVABLES**  
(Unsecured, considered good)

Outstanding for a period exceeding six months from the date they become due  
Others

TOTAL

As At 31st March,2021	As At 31st March,2020
7,028,692	7,125,424
1,821,373,697	902,182,303
<b>1,828,402,389</b>	<b>909,307,727</b>

15 **CASH AND CASH EQUIVALENTS**

Cash & Cash Equivalents

Cash on hand  
Cheques, Drafts on hand  
Balances with Banks in Current Accounts

Other Bank Balances

Bank deposits with maturity of more than 3 months but upto 12 months \*  
(Includes Interest accrued Rs. 1,73,904/- P.Y. Rs.6,38,509/-)

Bank deposits with maturity of more than 12 months \*  
(Includes Interest accrued Rs. 114,752/- P.Y. Rs.48,617/-)

Less: Non Current Portion (shown as "Other non-current assets")

\*Out of above Rs. 13,478,158/- (P.Y. Rs.12,314,820/-)  
pledged with Bank as Margin and Rs. 412,526/-  
(P.Y. 391,166/-) with others as security

TOTAL (a to b)

As At 31st March,2021	As At 31st March,2020
984,749	2,221,203
4,973	194,781
45,770,110	88,573,196
(a) 46,759,832	90,989,180
7,051,980	13,060,914
7,127,360	332,198
14,179,340	13,393,112
(b) 7,127,360	332,198
7,051,980	13,060,914
<b>53,811,812</b>	<b>104,050,094</b>

16 **SHORT TERM LOANS AND ADVANCES**  
(Unsecured, considered good unless otherwise stated)

Loans and Advances to Staff & Workers  
Indirect Taxes Receivables  
Income Tax under Appeal  
Commercial Taxes under Appeal  
Provident Fund under Appeal  
Goods and Service Tax Under Appeal  
Export Incentive Receivable  
MAT Credit Entitlement  
Advances to Suppliers  
Inter Corporate Loan (Doubtful)  
Less- Provision for Doubtful Receivable (Refer Note 27 (I))

TOTAL

As At 31st March,2021	As At 31st March,2020
9,871,465	9,244,158
5,979,287	17,263,537
2,168,079	2,168,079
2,051,494	1,493,364
1,166,188	1,166,188
1,681,501	637,501
833,859	2,439,330
-	6,804,287
34,209,146	27,970,582
5,827,928	5,827,928
(5,827,928)	(5,827,928)
<b>57,961,019</b>	<b>69,187,026</b>

17 **OTHER CURRENT ASSETS**

Prepaid Expenses

TOTAL

As At 31st March,2021	As At 31st March,2020
68,205	144,612
<b>68,205</b>	<b>144,612</b>



18 **REVENUE FROM OPERATIONS**

		For the year ended 31st March,2021	For the year ended 31st March,2020
<b>Manufactured Goods</b>			
<b>Export Sales</b>			
Electric Iron		40,812,193	54,751,895
Electric Light Fittings		25,995,745	19,444,483
Other Products/ Sub assembled goods & spares		1,805,222	1,088,857
	(a)	<u>68,613,160</u>	<u>75,285,235</u>
<b>Domestic Sales</b>			
Electric Iron		606,763,304	741,202,351
Electric Light Fittings(ELF)		1,893,793,364	2,420,981,921
Bar Blender		133,902,735	81,917,655
Switch		46,835,072	42,820,585
Socket		28,402,940	31,608,836
Mixer Grinder, Juicer Mixer Grinder		836,584,878	635,611,922
Electric Toaster		17,080,252	15,723,991
Fan Regulator, Controller, Connector		11,686,916	16,305,001
Mounting Grid, Cover Frame		25,461,409	34,022,214
Hair Dryer		150,001,285	183,691,537
Hair Straightner		148,568,856	234,891,207
Sub assembled goods & spares Sales		18,505,162	19,294,946
Universal Motor/ Induction Motor/Cooler Motor/EFM		1,904,683,481	1,068,679,789
SYN Motor/ FBM/HBM/ Submersible Pump		152,108,770	133,646,245
Sheet Metal Parts		253,036,505	362,982,164
Plastic Moulded Items		721,260,278	614,690,025
LED Flash Light		345,613,302	352,289,207
Dies Tools & Moulds		73,016,799	87,740,048
Audio Products		38,290,975	39,918,484
Cartridge assy		420,949,230	42,316,284
Air Fans		49,895,782	69,702,720
Terminal Block		101,085,877	140,449,021
Other Products / Spare Parts		239,579,424	52,645,463
	(b)	<u>8,217,106,596</u>	<u>7,423,131,616</u>
<b>Sale of scrap &amp; waste / Empties</b>	(c)	<u>195,302,316</u>	<u>149,554,905</u>
<b>Sale of Traded goods</b>			
Sound Bar		116,261,132	175,395,017
Dies Tools & Moulds		4,480,722	-
Others Products and parts		6,076,665	3,253,344
	(d)	<u>126,818,519</u>	<u>178,648,361</u>
<b>Processing Charges</b>		14,758,265	25,359,130
	(e)	<u>14,758,265</u>	<u>25,359,130</u>
<b>Export Incentives</b>		1,183,637	3,858,686
	(f)	<u>1,183,637</u>	<u>3,858,686</u>
<b>TOTAL (a to f)</b>		<u>8,623,782,493</u>	<u>7,855,837,933</u>

19 **OTHER INCOME**

		For the year ended 31st March,2021	For the year ended 31st March,2020
Interest Income		1,904,561	3,698,050
Rental Income		360,000	360,000
Dividend on Current Investment		1,066,261	3,604,302
Net Profit / (Loss) on Sale of Current Investments		9,071,586	1,168,905
Sundry Balances Written Back		1,596,887	(613,682)
<b>TOTAL</b>		<u>13,999,295</u>	<u>8,217,575</u>



20 **COST OF MATERIALS CONSUMED**

	For the year ended 31st March, 2021	For the year ended 31st March, 2020
Opening Stock	473,378,594	555,493,853
Add : Purchase during the year	6,485,207,568	5,343,561,643
	<u>6,958,586,162</u>	<u>5,899,055,496</u>
Less : Closing Stock	790,410,574	473,378,594
<b>Material Consumed</b>	<b><u>6,168,175,588</u></b>	<b><u>5,425,676,902</u></b>

20.1 **Material consumed comprises of :**

CRCA/CRNGO Sheets	585,831,284	450,540,752
Universal Motor Parts	775,389,966	455,548,766
ELF / LED Components	1,014,478,309	1,538,333,552
Copper Wire	561,616,540	298,418,034
Sole Plates & Alluminium alloy	112,639,867	141,527,096
E-CU Copper Strips	28,121,617	92,969,886
Plastic Granuals	973,203,890	634,720,549
Mains Cord	146,776,869	174,322,547
Motor (JMG, MG, Bar Blender)	293,336,007	228,569,663
Battery (in set)	101,773,703	92,014,479
Cartridge assy	126,870,292	10,651,015
LED	16,646,351	17,883,936
Others*	1,431,490,892.68	1,290,176,627

\*Others includes raw materials, components and spare parts, none of which individually accounts for more than 10% of the total consumption.

<b>TOTAL</b>	<b><u>6,168,175,588</u></b>	<b><u>5,425,676,902</u></b>
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21 **CHANGES IN INVENTORIES OF FINISHED GOODS,  
WORK- IN-PROGRESS AND STOCK IN TRADE**

	For the year ended 31st March, 2021	For the year ended 31st March, 2020
<b>Opening Stock</b>		
Finished goods	127,740,665	92,799,766
Work- in-progress	186,933,880	166,268,078
Stock in Trade	-	52,168
	<u>314,674,545</u>	<u>259,120,012</u>
<b>Closing Stock</b>		
Finished goods	87,998,693	127,740,665
Work- in-progress	267,019,224	186,933,880
Stock in Trade	-	-
	<u>355,017,917</u>	<u>314,674,545</u>
Changes in Inventories	<b><u>(40,343,372)</u></b>	<b><u>(55,554,533)</u></b>
<b>TOTAL</b>		



**22 EMPLOYEE BENEFITS EXPENSES**

	For the year ended 31st March,2021	For the year ended 31st March,2020
Salaries and Incentives	990,698,014	962,893,955
Contributions to :-		
- Gratuity Fund	14,367,274	8,600,000
- Provident and other Funds	53,898,245	62,947,769
Staff Welfare Expenses	20,478,721	23,615,385
<b>TOTAL</b>	<b>1,079,442,254</b>	<b>1,058,057,109</b>

**23 FINANCE COSTS**

	For the year ended 31st March,2021	For the year ended 31st March,2020
Interest Expenses	92,770,756	113,392,363
Bank Charges and Other Borrowing costs	3,993,944	3,198,689
<b>TOTAL</b>	<b>96,764,700</b>	<b>116,591,052</b>

**24 RESEARCH AND DEVELOPMENT EXPENSES**

	For the year ended 31st March,2021	For the year ended 31st March,2020
<b>Revenue Expenditure</b>		
Salaries and Incentives	45,870,672	48,544,199
Contribution to Provident and other Funds	3,189,315	3,576,686
Staff Welfare Expenses	27,478	1,469,828
Development Charges	6,285,476	4,764,394
Power and Fuel	3,728,894	4,394,446
Travelling and Conveyance Expenses	99,817	187,022
Communication Expenses	115,428	127,445
Vehicle Running & Maintenance	739,588	850,251
(Profit) on Sale of Property Plant and Equipment	(98,618)	-
Computer Expenses	498,587	1,632,064
<b>Total Revenue Expenditure</b>	<b>60,456,637</b>	<b>65,546,335</b>
Add :- Capital Expenditure incurred during the year	-	154,200
<b>Total Research &amp; Development Expenses</b>	<b>60,456,637</b>	<b>65,700,535</b>



25	<u>OTHER EXPENSES</u>	For the year ended 31st March,2021	For the year ended 31st March,2020
	<b><u>MANUFACTURING EXPENSES</u></b>		
	Power and Fuel	142,633,234	147,587,291
	Carriage & Octroi (Inward)	25,123,586	24,667,801
	Processing Charges	176,054,168	189,586,576
	Consumable Stores	27,887,051	28,444,510
	Testing & Calibration Charges	3,793,245	3,392,165
	ISI Charges	4,442,259	5,477,465
	Repairs & Maintenance :		
	- Plant & Machinery	39,320,142	36,664,568
	- Building	25,254,848	15,896,674
	- Others	15,364,640	13,481,659
		<b>459,873,173</b>	<b>465,198,709</b>
	<b><u>SELLING AND DISTRIBUTION EXPENSES</u></b>		
	Advertisement & Sales Promotion Expenses	874,680	6,352,866
	Carriage Outwards	22,714,941	16,608,915
		<b>23,589,621</b>	<b>22,961,781</b>
	<b><u>ESTABLISHMENT EXPENSES</u></b>		
	Printing & Stationery Expenses	3,840,163	4,829,657
	Communication, Postage & Courier Expenses	2,350,377	2,639,192
	Computer Expenses	7,331,377	4,850,973
	Vehicles Running & Maintenance	14,163,368	15,627,812
	Travelling & Conveyance Expenses	18,028,030	24,870,516
	Rent Expenses	3,813,169	3,878,000
	Rates & Taxes	2,308,961	3,306,637
	Insurance Charges	10,083,421	10,040,483
	ISO Expenses	52,000	18,000
	Legal & Professional Charges	7,052,286	9,005,358
	General Expenses	3,468,265	3,634,949
	Subscription & Membership Expenses	581,302	919,921
	Donation	1,100,100	120,000
	Auditors' Remuneration -		
	Statutory Audit	775,000	775,000
	Tax Audit	300,000	300,000
	Certification & Other Fee	1,066,500	727,000
	Miscellaneous expenses	575,040	245,863
	Bad Debt written off	-	49,149,656
	Provision for Doubtful Receivable (Refer note no. 23 (I))	-	5,827,928
	Training and Development Charges	537,180	132,414
	Directors Sitting Fees	36,000	48,000
	CSR Expenses (Refer Note no. 27 (i))	6,164,731	4,535,265
	Royalty Expenses	457,529	763,151
	Net (Gain) / Loss on Exchange Rate Fluctuation	20,739	393,332
	(Profit) / Loss on Sale of Property Plant and Equipment	79,509	(1,122,829)
	Provision for Diminution on Current Investment	(5,420,551)	4,952,328
		<b>78,764,496</b>	<b>150,468,606</b>
	<b>TOTAL</b>	<b>562,227,290</b>	<b>638,629,096</b>

26	<u>EARNING PER SHARE (EPS)</u>	For the year ended 31st March,2021	For the year ended 31st March,2020
I	Net Profit after tax as per Consolidated Statement of Profit And Loss attributable to Equity Shareholders	265,525,252	185,830,428
II	Weighted average number of Equity Shares used as denominator for Calculating EPS	6,806,700	6,806,700
III	Basic and Diluted EPS (in Rs.)	39.01	27.30
IV	Face value per Equity Shares (in Rs.)	10.00	10.00



27 Additional Information

(a) Contingent Liabilities and Commitments (to the extent not provided for)	As at 31st March 2021	As at 31st March 2020
	₹	₹
<b>i Contingent Liabilities*</b>		
(A) Claims against the company not acknowledged as debt		
- Commercial Taxes	2,057,987	1,421,897
- Labour Case	2,806,635	2,544,271
- Provident Fund	4,664,752	4,664,752
- Goods and Service Tax	1,681,501	637,501
(B) Letter of Credit	48,752,017	8,390,783
(C) Outstanding Bank Guarantees	3,502,500	2,433,000
(D) Demand raised in Income Tax Assessments	10,840,383	10,840,383
	74,305,775	30,932,587
<b>ii Commitments</b>		
(A) Estimated amount of contracts remaining to be executed on capital account	98,374,947	24,959,875
(B) Derivative contracts	-	-
	98,374,947	24,959,875
<b>Total</b>	<b>172,680,722</b>	<b>55,892,462</b>

\* The Company's pending litigations comprise of claims against the Company and proceedings pending with Tax Authorities / Statutory Authorities. The Company has reviewed all its pending litigations and proceedings and has made adequate provisions, wherever required and disclosed the contingent liabilities, wherever applicable, in its consolidated financial statements. The Company does not expect the outcome of these proceedings to have a material impact on its financial position.

The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period when the Code becomes effective.

(b) Foreign Transactions	Year ended 31st March 2021	Year ended 31st March 2020
	₹	₹
<b>i Value of imports calculated on C.I.F basis in respect of –</b>		
A. Raw material & Components	848,525,935	862,680,353
B. Capital goods	41,682,656	85,427,202
C. Machine spares	6,198,716	4,648,264
D. Trading Goods	580,112	604,769
	896,987,419	953,360,588
<b>ii Expenditure in Foreign Currency</b>		
A. Travelling Expenses	-	2,706,316
B. Royalty Expenses	457,529	763,151
	457,529	3,469,467
<b>iii Earnings in foreign exchange</b>		
-Export of goods calculated on F.O.B. basis	68,584,498	75,239,766

Particular	Year ended 31st March 2021		Year ended 31st March 2020	
	Percentage	₹	Percentage	₹
<b>A. Raw Materials and Components</b>				
(I) Imported	13.60%	821,449,709	18.06%	948,818,345
(II) Indigenous	86.40%	5,217,294,754	81.94%	4,306,227,026
	100.00%	6,038,744,463	100.00%	5,255,045,371
<b>B. Stores &amp; Spares</b>				
(I) Imported	14.76%	19,103,354	13.08%	22,315,440
(II) Indigenous	85.24%	110,327,771	86.92%	148,316,091
	100.00%	129,431,125	100.00%	170,631,531
<b>C. Trading Goods</b>				
(I) Imported	0.57%	684,450	0.48%	814,370
(II) Indigenous	99.43%	118,390,135	99.52%	167,125,981
	100.00%	119,074,585	100.00%	167,940,351
<b>Total</b>		<b>6,287,250,173</b>		<b>5,593,617,253</b>



- (d) The Company has amounts remaining unpaid to suppliers under The Micro, Small and Medium Enterprises Development Act, 2006, [MSMED Act] as at 31 March 2021. The disclosure pursuant to the said Act is as under:

Particulars	As at 31st March 2021	As at 31st March 2020
	₹	₹
Principal amount remaining unpaid to suppliers under MSMED Act, 2006	194,943,293	102,630,397
Interest accrued, due to suppliers under MSMED Act on the above amount, and unpaid	-	-
Payment made to suppliers (other than interest) beyond the appointed day during the year	-	-
Interest paid to suppliers under MSMED Act (other than Section 16)	-	-
Interest paid to suppliers under MSMED Act (Section 16)	-	-
Interest due and payable towards suppliers under MSMED Act for payments already made	-	-
Interest accrued and remaining unpaid at the end of the year to suppliers under MSMED Act	-	-

Note: The information has been given in respect of such vendors to the extent they could be identified as "Micro and Small" enterprises on the basis of information available with the Company.

- (e) In the opinion of the Board, all assets (other than Property Plant and Equipment and Non Current Investments) have a realisable value in the ordinary course of business which is not different from the amount at which it is stated.

(f) **Segment Information for the Year Ended 31st March 2021:**

The Company is in the business of Electric Light Fittings, LED Flash Lights, Motors, Plastic Moulded and Sheet metal parts, Dies and Moulds, Medical Cartridge Assly, Home Appliances, Automotive parts and other electronic products & components. Taking in to account the resembling nature of product mix, identical risks & returns and the internal financial reporting system, the business activities of the Company have been considered and reported as a single business segment. Also, the lower contribution of export vis-à-vis inland sales of the Company does not call for a reporting on geographical segments. Accordingly, no segment reporting is considered necessary as per accounting standard-17 'Segment Reporting' as prescribed by the Companies (Accounting Standards) Rules, 2006

- (g) As on Balance Sheet Date, the Company's net foreign currency exposure that is not hedged is as under :-

Particulars	Currency	As at 31st March 2021		As at 31st March 2020	
		Foreign	₹	Foreign	₹
Foreign Currency Receivable	USD	265,834	19,435,140	185,950	14,308,849
Foreign Currency Payable	USD	1,211,297	88,557,958	545,609	41,984,605
	CNY	-	-	40	430
		<b>1,211,297</b>	<b>88,557,958</b>	<b>545,649</b>	<b>41,985,035</b>
Net Foreign Exposure - Receivable/ (Payable)			<b>(69,122,819)</b>		<b>(27,676,186)</b>

- (h) In compliance with the Accounting Standard 28 on Impairment of Assets, the company has, given due consideration to the indications of evidence of obsolescence or physical damage of an asset, made an assessment of impairment loss. The impairment has been done for Rs. 1,356,694/- (Previous Year: Rs. Nil/-) and has been charged to Statement of Profit and Loss.
- (i) Details of expenditures incurred on Corporate Social Responsibility (CSR) activities and short fall in spending in CSR:

S. No.	Particulars	Amount spent in Current Year	Amount spent in Previous Year
1	On promotion of Education	2,458,650	2,141,035
2	On promoting health care including preventive health care and sanitation	790,000	1,764,200
3	On contribution to the Prime Minister's Citizen Assistance and Relief in Emergency Situations Fund (PM CARES Fund)	500,000	-
4	On Eradicating Hunger, Poverty And Malnutrition	1,124,722	-
5	Ensuring environmental sustainability, ecological balance, maintaining quality of soil, air & water	1,291,359	630,030
	<b>Total</b>	<b>6,164,731</b>	<b>4,535,265</b>
Total amount to be spent on CSR activities as per the provision of section 135 of the Companies Act, 2013		5,195,373	4,944,888

(j) **Amalgamation of Asian Magnetic Devices Pvt Ltd and Rosebud Holding Pvt Ltd in Elin Electronics Limited :**

- i On 3rd Nov'2018, the Board had approved a Scheme of Amalgamation ("Scheme") for amalgamation of Asian Magnetic Devices Pvt Ltd ("ASIAN") and Rosebud Holding Pvt Ltd ("ROSEBUD") (hereinafter referred together as "Transferor Companies") with the Company Elin Electronics Limited ("EEL" or referred as "Transferee Company") in accordance with the provisions of Sections 230 – 232 read with other relevant provisions of the Companies Act, 2013.
- ii The Hon'ble National Company Law Tribunal, Kolkata Bench ("Hon'ble NCLT") approved and sanctioned the Scheme by its Order dated 26th September 2019. Certified copy of the Order of the Hon'ble NCLT was filed with the Registrar of Companies, West Bengal, on 2nd November 2019 and accordingly the Scheme became effective from the said date ("Effective Date").
- iii As provided for in the Scheme, the Authorised Share Capital of Rs.75,00,000/- of ASIAN and Rs. 2,00,00,000/- of ROSEBUD had been consolidated with the Authorised Share Capital of the Company and the Authorised Share Capital of the Company stands increased to Rs.10,25,00,000/-
- iv The amalgamation had been accounted for under the Pooling of Interest Method as prescribed in Accounting Standard (AS-14)-"Accounting for Amalgamations" notified under the Companies (Accounting Standards) Rules 2006 as amended from time to time.
- v Consequent to the Scheme becoming effective, the entire business and the undertaking of Transferor Companies together with all the assets and liabilities, duties and obligations including contingent liabilities stand transferred to and vested in the Company. The Appointed Date under the Scheme was 1st April 2018. Accordingly, accounting impact of the amalgamation had been given in the consolidated financial statements for the year ended 31st March 2019. The difference between the book value of net assets of Transferor Companies transferred to the company and the par value of equity shares allotted by the company had been charged to General Reserve.



- vi Pursuant to the Scheme, 6,03,600 Shares held by ASIAN and 4,38,400 Shares held by ROSEBUD in the Company stand cancelled. Also, 1,00,000 shares of ASIAN held by the company out of its total shares of 400000, stands cancelled.
- vii On 22nd January 2020, the Board of Directors of the Company issued and allotted to the other shareholders of ASIAN, its shares in the ratio of 5 (five) equity shares of Rs. 10 each fully paid up of the Company for every 1 (one) equity share of ASIAN; and to all the other shareholders of ROSEBUD, its shares in the ratio of 1 (one) equity share of Rs. 10 each fully paid up of the Company for every 4 (four) Equity Shares of ROSEBUD, based on the shareholding as on the record date. In aggregate 18,50,000 equity shares of Rs. 10 each were allotted.
- (k) The COVID-19 pandemic has caused significant disturbance and slowdown of economic activity due to supply chain disruption, unavailability of personnel, closure of non-essential services on account of lockdowns, further imposing restrictions on movement of goods/material and travel. These restrictions had reduced company's operation and impacted the sales volume for the year. The Company has assessed the impact of this pandemic on its business operations and has considered all relevant internal and external information available up to the date of approval of these financial statements in assessing the recoverability and carrying values of its property, plant and equipment, trade receivables, investments and inventories. The Company has used the principles of prudence in applying judgments, estimates and assumptions including sensitivity analysis and expects the carrying amount of these assets will be recovered and no material adjustment required in the financial statements. The Impact Assessment carried out by the Management of the Company does not indicate any adverse impact on its ability to continue as a going concern. The impact of COVID-19 on the Company's financial statements may differ from that estimated as at the date of approval of these financial statements due to uncertainties associated with its nature and duration and is highly dependent on future economic developments. The Company will continue to closely monitor any material changes to future economic conditions.

(l) **In respect of Subsidiary Company**

The Company had given an Inter Corporate Loan of Rs. 58,27,928/- (including accumulated interest) to a party on a short term basis. On the request of the borrower, the period for its repayment had been extended from time to time. The Interest chargeable on loan which were due for annual payment along with principal outstanding has not been repaid by the borrower. Pending such uncertainty in recovery, the company has provided full provision against such doubtful receivable outstanding. Hence, considering the principle of prudence, provision of interest on such loan has not been made during the current year

(m) **Related Parties Disclosures**

As per Accounting Standard 18, the disclosures of transactions with the related parties are given below:

(i) List of Related Parties (As identified by the Management) where control exists and transactions have taken place:

**Key Management Personnel (Directors):**

Sh. M.L. Sethia	(Chairman and Managing Director)	
Sh. Vinay Kumar Sethia	(Whole Time Director- Commercial)	
Sh. Kamal Sethia	(Whole Time Director - Marketing)	
Sh. Kishor Sethia	(Whole Time Director - Works)	
Sh. Sanjeev Sethia	(Whole Time Director - Production)	
Sh. Sumit Sethia	(Whole Time Director - Goa Works)	(Appointed w.e.f 3rd Jun'2020)
Sh. Vikas Sethia	(Director of Subsidiary Company)	(Ceased w.e.f 26th November 2020)
Sh. Sharad Sethia	(Director of Subsidiary Company)	(Ceased w.e.f 19th October 2020)
Sh. Gaurav Sethia	(Director of Subsidiary Company)	(Appointed w.e.f 18th July 2020)
Smt. Priyanka Sethia	(Director of Subsidiary Company)	(Appointed w.e.f 30th October 2020)
Sh. Pradeep Sethia	(Director of Subsidiary Company)	(Appointed w.e.f 05th December 2020)

**Enterprises over which Key Management Personnel have Significant Influence:**

Kanchan Commercial Co. Pvt. Ltd.  
Magtronic Devices Pvt. Ltd.  
Sethia Oil Industries Limited

(ii) Transactions during the year with related parties :

Particulars	Key Management Personnel	Enterprises over which Key Management Personnel have Significant Influence	Total
	₹	₹	₹
Sales	-	9,740	9,740
	-	(20,942)	(20,942)
Purchase	-	-	-
	-	-	-
Purchase of Capital Assets	-	65,000	65,000
	-	-	-
Payment for Services	37,730,551	600,000	38,330,551
	(38,671,000)	(600,000)	(39,271,000)
Receipt for Services/ Interest/Dividend	-	360,000	360,000
	-	(360,000)	(360,000)
Closing Balance Receivable	-	-	-
	-	-	-
Closing Balance Payable	-	-	-
	-	-	-



(l) Additional Information, as required under Schedule III to the Companies Act, 2013, of enterprises consolidated as Subsidiary / Associates / Joint Ventures.

Name of the Enterprises	Relationship	Net Assets i.e. total assets minus total liabilities		Share in Profit or Loss	
		As % of total consolidated net assets	Amounts	As % of total consolidated Profit or Loss	Amounts
			(In Rs)		(In Rs)
Elin Appliances Private Limited	100.00% (Subsidiary)	23.26%	547,434,502	19.43%	51,592,166

(m) The Ministry of Corporate Affairs ("MCA") through a notification of March 24, 2021, amended Schedule III to the Companies Act, 2013. The amendments revise Division I, II and III of Schedule III and are applicable from April 1, 2021. The amendments are extensive and the Company will evaluate the same to give effect to them as required by law.

(n) For the Financial Year 2020-21, the Company has after evaluation, decided to adopt the option permitted under section 115BAA of Income Tax Act, 1961 (as introduced by the Taxation Laws (Amendment) Ordinance 2019) of the lower effective corporate tax rate of 25.17% (including surcharge and cess) instead of the earlier rate of 34.94% (including surcharge and cess). Accordingly, the company has recognized the Provision for Income Tax for the financial year ended 31st March 2021 based on the rates prescribed in the aforesaid section.

(o) Figures for the previous year have been regrouped/rearranged wherever necessary (Previous Years figures are in brackets unless otherwise shown in separate columns.)

For Oswal Sunil & Company  
Chartered Accountants  
Firm Registration Number: 016520N

CA Sunil Bhansali  
Partner  
Membership No: 054645

Place: New Delhi

Date: 16 JUL 2021



For and on behalf of the Board

*M.L. SETHIA* *VINAY KUMAR SETHIA*

M.L.SETHIA  
Managing Director  
DIN: 00081367

VINAY KUMAR SETHIA  
Whole-time Director  
DIN: 00082184



*AVINASH K. KARWA*  
AVINASH KARWA  
Company Secretary  
Membership No: A20424

## ELIN ELECTRONICS LIMITED

## Form AOC-1

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

## Part "A": Subsidiaries

(Information in respect of each subsidiary to be presented with amounts in Rs.) *as on 31-03-2021*

Sl. No.	Particulars	Details
1.	Name of the subsidiary	Elin Appliances Private Limited
2.	The date since when subsidiary was acquired	02-11-2019
3.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	N.A.
4.	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	N.A.
5.	Share capital	20,00,000/-
6.	Reserves & surplus	54,54,34,502/-
7.	Total assets	96,96,31,744/-
8.	Total Liabilities	42,21,97,242/-
9.	Investments	12,51,36,929/-
10.	Turnover	200,04,17,945/-
11.	Profit before taxation	7,25,63,936/-
12.	Provision for taxation	2,09,71,770/-
13.	Profit after taxation	5,15,92,166/-
14.	Proposed Dividend	Nil
15.	% of shareholding	100%

- Note : 1. Names of subsidiaries which are yet to commence operations : Nil  
2. Names of subsidiaries which have been liquidated or sold during the year: Nil

## Part "B": Associates and Joint Ventures

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

Name of associates/Joint Ventures	NIL	NIL
1. Latest audited Balance Sheet Date		
2. Date on which the Associate or Joint Venture was associated or acquired		
3. Shares of Associate/Joint Ventures held by the company on the year end		
No.		
Amount of Investment in Associates/Joint Venture		
Extend of Holding%		
4. Description of how there is significant influence		
5. Reason why the associate/joint venture is not consolidated		
6. Net worth attributable to shareholding as per latest audited Balance Sheet		
7. Profit/Loss for the year		
i. Considered in Consolidation		
ii. Not Considered in Consolidation		

- Note : 1. Names of associates or joint ventures which are yet to commence operations : Nil  
2. Names of associates or joint ventures which have been liquidated or sold during the year: Nil

As per our report of even date  
For Oswal Sunil & Company  
Chartered Accountants  
Firm Reg.No. 016520N

CA Sunil Bhansali  
Partner  
Membership No: 054645  
Place: New Delhi  
Date: 16.07.2021



For and on behalf of the Board

M.L. Sethia  
(Managing Director)  
DIN: 00081367

Vinay Kumar Sethia  
(Whole-time Director)  
DIN: 00082184

