

**INDEPENDENT AUDITORS' REPORT**

To the Members of Elin Appliances Private Limited

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

We have audited the financial statements of **M/s Elin Appliances Private Limited** ("the Company") which comprise the Balance Sheet as at 31st March, 2021, the Statement of Profit and Loss and the statement of cash flows for the year then ended, and notes to the 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 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 Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the 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 23(n) of the 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.

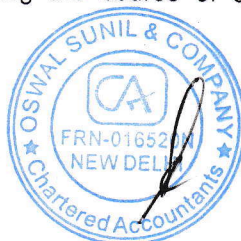
Our opinion is not modified in respect of this matter.

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

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

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

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



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 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 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditors' Responsibility for the Audit of Financial Statements

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

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

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



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

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

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal 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 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 31st March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021 from being appointed as a director in terms of 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 23(a) of the 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: 21054645AAAABB4502

Place: New Delhi

Dated: 15.07.2021



'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. According to the information and explanations given to us, 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 not given any loan to an entity in which directors are interested, hence section 185 was not applicable; and aggregate of other loans and investments are less than the limits specified in sub-section (2) of section 186, hence section 186 was also not applicable during the year.
- 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 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 & Service 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 referred to above outstanding over six months as at 31st March, 2021 aggregating to **Rs. 86,72,304/-** (Net of advance) that have not been deposited on account of disputed matters pending before appropriate authorities as under:



Name of the statute	Nature of dues	Amount (Rs.)	Period to which the amount relates	Forum where dispute is pending
Income Tax Act, 1961	Income Tax	22,69,318	AY 2014-15	Commissioner of Income Tax (Appeal), Parwanoo
		64,02,986	AY 2016-17	
Total		86,72,304		

- 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 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: 21054645AAAABB4502



Place: New Delhi
Dated: 15.07.2021

'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 Appliances Private Limited** ('the Company') as of 31st March, 2021 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The 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

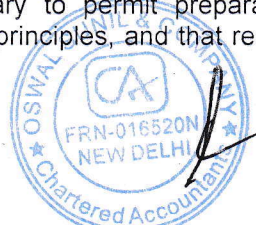
Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the 'Guidance Note') and the Standards on 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 financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

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



in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

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: 21054645AAAABB4502



Place: New Delhi

Dated: 15.07.2021

Efin Appliances Private Limited
Balance Sheet as at 31st March 2021

Particulars	Note No.	Amount (₹)	
		As at 31st March, 2021	As at 31st March, 2020
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	2	20,00,000	20,00,000
Reserves and Surplus	3	54,54,34,502	49,38,42,336
Non-current Liabilities			
Long-Term Borrowings	4	20,45,000	1,12,16,246
Current Liabilities			
Short-Term Borrowings	5	11,17,55,049	2,63,63,696
Trade Payables			
(a) Outstanding due of Micro and Small Enterprises		3,82,07,465	1,75,18,891
(b) Outstanding due of Others		21,19,90,982	18,65,15,545
Other Current Liabilities	6	2,74,62,157	3,92,05,045
Short-Term Provisions	7	3,07,36,589	3,05,75,427
Total		96,96,31,744	80,72,37,186
ASSETS			
Non-current Assets			
Property Plant and Equipment	8		
-Tangible Assets		20,17,41,459	21,11,91,644
Non Current Investments	9	1,75,37,179	1,75,37,179
Long-Term Loans and Advances	10	1,70,45,947	1,83,34,426
Deferred Tax Assets (Net)		8,73,228	(59,477)
Current Assets			
Current Investments	11	10,75,99,750	10,43,00,000
Inventories	12	20,94,70,413	13,47,32,243
Trade Receivables	13	36,81,35,434	22,69,02,360
Cash and Cash Equivalents	14	2,74,75,744	6,58,14,565
Short-Term Loans and Advances	15	1,97,52,590	2,84,84,246
Total		96,96,31,744	80,72,37,186

Significant Accounting Policies

1

Additional Information

23

The notes referred to above form an integral part of the Financial Statements

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

Gaurav Sethia

Gaurav Sethia
(Director)

DIN: 02902047

Priyanka Sethia

Priyanka Sethia
(Director)

DIN: 08942124

Place: New Delhi

Date 15 JUL 2021

Elin Appliances Private Limited
Statement of Profit and Loss for the year ended 31st March 2021

Particulars	Note No.	Amount (₹)	
		Year ended 31st March 2021	Year ended 31st March 2020
Revenue:			
Revenue from Operations	16	2,00,04,17,945	2,12,38,73,502
Other Income	17	40,79,804	50,66,694
Total Revenue		2,00,44,97,749	2,12,89,40,196
Expenses:			
Cost of Materials Consumed	18	1,64,07,34,714	1,70,75,98,348
Purchase of Stock-in-Trade		46,86,757	21,82,075
Changes in Inventories of Finished Goods, Work-in-Progress	19	(75,77,784)	(3,37,033)
Employee Benefits Expense	20	18,41,78,398	22,21,12,275
Finance Costs	21	1,12,52,884	1,26,29,498
Depreciation, Impairment and Amortization Expenses	8	2,78,24,394	2,75,55,376
Other expenses	22	7,08,34,450	8,33,58,495
Total Expenses		1,93,19,33,813	2,05,50,99,034
Profit/ (Loss) Before Tax		7,25,63,936	7,38,41,162
Add/Less: Tax Expenses			
-Income Tax		(2,12,00,000)	(2,03,00,000)
-Deferred Tax		9,32,705	18,13,390
Add/(Less): Income Tax related to earlier year		(7,04,475)	25,417
Profit/ (Loss) for the year (After Tax)		5,15,92,166	5,53,79,969
Earning per Equity Share (Face value Rs.10/- per share)			
Basic & Diluted (in ₹)		257.96	276.90

Significant Accounting Policies 1

Additional Information 23


The notes referred to above form an integral part of the Financial Statements
As per our report of even date attached.

Oswal Sunil & Company

Chartered Accountants

Firm Registration Number: 016520N

CA Sunil Bhansali
Partner
Membership No: 054645



Place: New Delhi

Date: 15 JUL 2021

For and on behalf of the Board

Gaurav Sethia
(Director)
DIN: 02902047

Priyanka Sethia
(Director)
DIN: 08942124



Elin Appliances Private Limited
Cash Flow Statement for the year ended 31st March 2021

Amount (₹)

Particulars	Year ended 31st March 2021	Year ended 31st March 2020
A Cash flows from Operating activities		
Profit before tax	7,25,63,936	7,38,41,162
Adjusted for:		
Depreciation and amortisation	2,78,24,394	2,75,55,376
Interest expense	1,08,25,198	1,24,21,201
Interest income	(45,923)	(8,56,932)
Dividend Received	(30,000)	(35,000)
Provision for Doubtful Receivables	-	58,27,928
(Profit)/ Loss on sale of Property Plant and Equipments	4,41,114	1,02,496
(Profit)/ Loss on sale of Investment	(1,47,216)	(6,407)
Operating profit before working capital changes	11,14,31,503	11,88,49,824
Movement in working capital		
Decrease/ (increase) in Trade Receivable	(14,12,33,074)	11,72,87,042
Decrease/(increase) in loans and advances	(10,08,001)	1,99,793
Decrease/(increase) in inventories	(7,47,38,170)	3,08,20,102
Increase/ (decrease) in Trade Payable	4,61,64,011	(2,04,82,921)
Increase/ (decrease) in Provision for Bonus & Leave Encashment	(7,38,838)	10,38,786
Increase/ (decrease) in Other Current Liabilities	(1,17,42,888)	35,11,982
Cash generated from operations	(7,18,65,457)	25,12,24,608
Direct Tax Paid	1,12,64,818	1,99,72,544
Net cash from operating activities	(8,31,30,275)	23,12,52,064
B Cash flows from Investing activities		
Purchase of Property Plant and Equipments	(2,64,35,596)	(1,56,60,592)
Capital Advance	12,88,479	(40,71,092)
Proceeds from sale of Property Plant and Equipments	76,20,273	27,72,029
Capital Subsidy Received	-	50,00,000
Proceeds from Sale of Investment	18,47,216	6,407
Purchase of Investment	(49,99,750)	(10,03,00,000)
Dividend Received	30,000	35,000
Interest Received	45,923	8,56,932
Net cash used for investing activities	(2,06,03,455)	(11,13,61,316)
C Cash flows from Financing activities		
Proceeds/ (Repayments) of term loans	(91,71,246)	(1,25,50,138)
Proceeds/ (Repayments) of working capital loans	8,53,91,353	(3,30,59,056)
Interest paid	(1,08,25,198)	(1,24,21,201)
Net cash from (used for) financing activities	6,53,94,909	(5,80,30,395)
Net increase in cash and cash equivalents (A+B+C)	(3,83,38,822)	6,18,60,353
Cash and cash equivalents at the beginning of the year	6,58,14,565	39,54,213
Cash and cash equivalents at the end of the year	2,74,75,744	6,58,14,565

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	-	-
Fixed deposits pledged with sales tax authorities	1,50,000	1,50,000
- The Previous year's figures have been re-classified/re-grouped to conform to current year's classification.

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: 15 JUL 2021

For and on behalf of the Board

Gaurav Sethia

(Director)

DIN: 02902047

Priyanka Sethia

(Director)

DIN: 08942124

1 Significant Accounting Policies

(a) Accounting Basis and Convention :

The financial Statement have been prepared under the historical cost convention in accordance with the generally accepted accounting principles and to comply with the Accounting Standard referred to in Section 133 of Company Act 2013 read with Rule 7 of Companies (Accounts) Rule 2014, to the extent applicable. The company follows mercantile system of accounting.

(b) Use of Estimates

The preparation of the financial statements required 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

Tangible assets 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.projects.

(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 of Property Plant and Equipments as given in Part "C" of Schedule II of Companies act, 2013 in respect of all Property Plant and Equipment. 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

(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 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 reported net of Goods and Services Tax (GST). 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) 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 to employees is funded through Elin Appliances Private Limited Employees Group Gratuity Trust under a policy scheme of the Birla Sunlife Insurance Company Limited and Bajaj Allianz Life Insurance Co. Ltd. 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 and yearly provision is made for unavailed leave outstanding at the close of the Financial Year.

(k) 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.

(l) Taxation :

Income tax liability is ascertained on the basis of assessable profits computed in accordance with the provisions of Income-tax. Act, 1961 Deferred tax is recognized, subject to the consideration of prudence, on timing differences, being the difference between taxable income and accounting income that originate in one period and are capable of being reversal in one or more subsequent periods.

(m) Recognition of Grants & 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 Equipments 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.

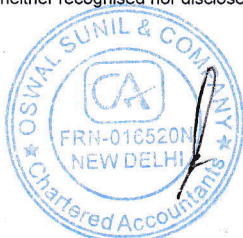
(n) Provision, Contingent Liabilities And Contingent Assets

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 financial statements.



Elin Appliances Private Limited
Notes forming part of the Financial Statements

2 Share Capital	As at 31st March 2021		As at 31st March 2020	
	Number	₹	Number	₹
Authorised Equity Shares of ₹10 each	200000	20,00,000	200000	20,00,000
Issued Equity Shares of ₹10 each	200000	20,00,000	200000	20,00,000
Subscribed & Paid up Equity Shares of ₹10 each fully paid	200000	20,00,000	200000	20,00,000
Total	200000	20,00,000	200000	20,00,000

a Reconciliation of Shares outstanding	As at 31st March 2021		As at 31st March 2020	
	Number	₹	Number	₹
Shares outstanding at the beginning of the year	200000	20,00,000	200000	20,00,000
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	200000	20,00,000	200000	20,00,000

b 200000 (Previous year 200000) Equity Shares are held by M/s. Elin Electronics Limited, the Holding Company

c Shareholder(s) holding more than 5% shares	As at 31 March 2021		As at 31 March 2020	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Elin Electronics Limited (including shares held by nominees)	200000	100.0%	200000	100.0%

3 Reserves and Surplus	As at	As at
	31st March 2021	31st March 2020
	₹	₹
a. Securities Premium Account		
Opening Balance	1,35,00,000	1,35,00,000
Add : Securities premium credited on Share issue	-	-
Less : Premium Utilised for various reasons	-	-
Closing Balance	1,35,00,000	1,35,00,000
b. General Reserves		
Opening Balance	45,00,000	45,00,000
(+) Current Year Transfer	-	-
Closing Balance	45,00,000	45,00,000
c. Surplus		
Opening balance	47,58,42,336	42,04,62,367
(+) Net Profit/(Net Loss) For the current year	5,15,92,166	5,53,79,969
Closing Balance	52,74,34,502	47,58,42,336
Total (a to c)	54,54,34,502	49,38,42,336

4 Long-Term Borrowings	As at	As at
	31st March 2021	31st March 2020
	₹	₹
Secured		
Term Loans		
- From Banks	1,12,16,247	2,37,74,764
Less: Current maturities of long-term debt (Refer Note 6)	(91,71,247)	(1,25,58,518)
(Secured by First pari paasu charge by way of mortgage of all Immovable Properties of Company situated at Belikhoh, Tehsil Nalagarh, District Solan, Himachal Pradesh and hypothecation of Plant & Machinery, Equipments, Tools, Spares, Accessories and all other Assets, both present and in future, The Loan is further secured by Personal Guarantee of the Two Directors of the company)		
(Terms of Repayment- Repayable in Monthly Installments. The amount will be fully paid by Feb'2023)		
Total	20,45,000	1,12,16,246

Particulars	Instalments	Weighted Average rate of Interest	Outstanding on at 31st March, 2021	Annual Repayment Schedule	
				2021-22	2022-23
Term Loans	Monthly	9.54%	1,12,16,247	91,71,247	20,45,000



5 Short-Term Borrowings	As at	As at
	31st March 2021	31st March 2020
	₹	₹
Secured		
Loans repayable on demand- Working Capital Loan - From Banks (Secured by Pari Passu charge on all Inventories & Trade Receivables of the company, both present & future. These are further secured by pari passu charge on Immovable Properties of company situated at Belikhol, Tehsil Nalagarh, District Solan, Himachal Pradesh and Personal Guarantee of the Two Directors of the company)	11,17,55,049	2,63,63,696
Total	11,17,55,049	2,63,63,696

6 Other Current Liabilities	As at	As at
	31st March 2021	31st March 2020
	₹	₹
Current Maturities of Long-term Debts (Refer Note No. 4) - Term Loans	91,71,247	1,25,58,518
Advance From Customers	-	33,45,103
Statutory Liabilities Payable	58,41,678	1,27,40,717
Liability for Expenses	1,24,49,232	1,05,60,707
Total	2,74,62,157	3,92,05,045

7 Short-Term Provisions	As at	As at
	31st March 2021	31st March 2020
	₹	₹
Provision for employee benefits		
Bonus and Reward	67,47,128	76,25,363
Leave Encashment	27,89,461	26,50,064
Provision - Others		
Provision for Income Tax	2,12,00,000	2,03,00,000
Total	3,07,36,589	3,05,75,427

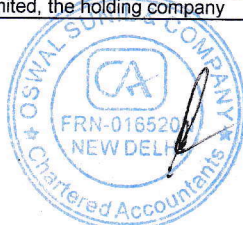
10 Long-Term Loans and Advances	As at	As at
	31st March 2021	31st March 2020
	₹	₹
Unsecured, considered good		
Capital Advances	1,59,40,947	1,72,29,426
Security Deposits	11,05,000	11,05,000
Total	1,70,45,947	1,83,34,426

12 Inventories (Valued at Cost or Net Realisable Value whichever is lower)*	As at	As at
	31st March 2021	31st March 2020
	₹	₹
Raw Materials and Components	16,45,53,863	9,65,40,182
Goods-in transit	9,62,593	18,15,888
Work-in-progress **	1,27,19,569	1,72,90,622
Finished Goods	3,12,34,388	1,90,85,551
** Includes ₹40,446/- (Previous Year ₹5,91,317/-) Material lying with Third Parties for Processing		
Total	20,94,70,413	13,47,32,243

*as taken, valued and certified by the Management

13 Trade Receivables*	As at	As at
	31st March 2021	31st March 2020
	₹	₹
Unsecured, considered good		
Debts outstanding for Less than six months	36,81,11,875	22,68,53,294
Others	23,559	49,066
Total	36,81,35,434	22,69,02,360

*Trade Receivables includes	As at	As at
	31st March 2021	31st March 2020
Outstanding from Elin Electronics Limited, the holding company	17,12,031	10,84,595



8 Property Plant and Equipment

Particulars	Gross Block			Depreciation Block			Net Block		
	Balance as at 1st April 2020	Additions/ (Disposals)	Sales / Adjustment	Balance as at 31st March 2021	For the year	Depreciation Written Back #	Sales/ Adjustment	Balance as at 31st March 2021	Balance as at 31st March 2020
	₹	₹	₹	₹	₹	₹	₹	₹	₹
Tangible Assets									
Land	2,12,97,151	-	-	2,12,97,151	-	-	-	2,12,97,151	2,12,97,151
Buildings	21,90,65,874	50,83,047	-	22,41,48,921	96,71,381	-	-	9,73,67,046	10,19,55,380
Plant and Machinery	14,03,41,400	63,47,535	4,12,134	14,62,76,801	1,09,63,738	-	3,28,437	5,50,35,615	5,97,55,515
Furniture and Fixtures	80,74,955	10,97,960	-	91,72,915	4,22,347	-	-	20,16,191	13,40,578
Vehicles	26,10,895	-	2,54,891	23,56,004	3,52,606	-	2,54,891	7,74,111	11,26,717
Office Equipment	7,72,462	42,050	-	8,14,512	24,399	-	-	7,38,651	58,210
Electric Installation	1,77,78,920	2,04,260	63,825	1,79,19,355	8,32,751	-	43,769	25,94,659	32,43,206
Tools & Instruments	52,31,500	5,11,936	12,480	57,30,956	3,81,359	-	11,854	20,88,212	19,58,261
Computers	60,71,762	12,49,972	1,25,325	71,96,409	7,88,644	-	1,19,059	14,64,257	10,09,195
Fire & Fighting Equipments	34,18,936	1,91,739	-	36,10,675	2,50,834	-	-	30,88,586	5,81,184
Mould	2,78,27,033	1,08,51,477	82,44,658	3,04,33,852	33,54,306	-	5,23,297	1,47,05,108	1,49,29,298
Intercom	1,25,970	-	-	1,25,970	-	-	-	1,25,970	-
Dies & Jigs	87,04,085	8,55,620	2,43,000	93,16,705	7,62,029	-	13,619	38,01,159	39,36,949
Total	46,13,20,943	2,64,35,596	93,56,313	47,84,00,226	2,78,24,394	-	12,94,926	20,17,41,459	21,11,91,644
Previous Year	45,51,38,069	1,56,60,592	94,77,718	46,13,20,943	3,07,19,135	31,63,759	16,03,193	25,01,29,299	23,09,60,953

* For Assets on charge/mortgaged refer Note 4 and 5

Refer note no. 23 (f)



Elin Appliances Private Limited
Notes forming part of the Financial Statements

9

Non Current Investments

Name of the Body Corporate	Subsidiary / Associate / JV/ Controlled Entity / Others	No. of Shares		Quoted / Unquoted	Partly Paid / Fully paid	Extent of Holding (%)		Amount (₹)		Basis of Valuation
		2021	2020			2021	2020	2021	2020	
Investment in Equity Instruments - Trade										
Elin Electronics Limited	Holding Company	289000	289000	Unquoted	Fully paid	4.07%	5.51%	1,73,37,179	1,73,37,179	At Cost
Shivalik Solid Waste Management Ltd.	Others	20000	20000	Unquoted	Fully paid	0.19%	0.19%	2,00,000	2,00,000	At Cost
	Total							1,75,37,179	1,75,37,179	

Particulars

	2021	2020
Aggregate amount of Unquoted Investments	₹ 1,75,37,179	₹ 1,75,37,179



Elin Appliances Private Limited
Notes forming part of the Financial Statements

11 Current Investments

Sr. No.	Name of the Mutual Fund	Subsidiary / Associate / JV/ Controlled Entity / Others	No. of Units		Quoted / Unquoted	Partly Paid / Fully paid	Amount (₹)		Whether stated at Cost Yes / No	If Answer to Column (9) is 'No' - Basis of Valuation
			2021	2020			2021	2020		
	(1)	(2)	(3)	(3)	(5)	(6)	(7)	(7)	(9)	(10)
	In Units of Mutual Fund									
1	HDFC Group Unit Linked Plan- Option B	Other	63,406	63,374	Unquoted	Fully paid	26,00,000	26,00,000	Yes	
2	Nippon India Ultra Short Duration Fund-Growth Option-Growth Plan	Other	-	611	Unquoted	Fully paid	-	17,00,000	Yes	
3	Nippon India Ultra Short Duration Fund-Segregated Portfolio 1- Growth Plan	Other	-	611	Unquoted	Fully paid	-	-	Yes	
4	Axis Banking & Psu Debt Fund-Regular Growth(Bd-Gp)	Other	55,441	52,941	Unquoted	Fully paid	10,49,99,750	10,00,00,000	Yes	
	Total						10,75,99,750	10,43,00,000		

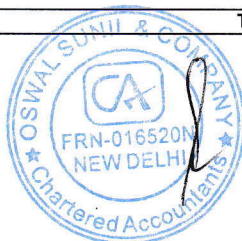
Particulars	2021	2020
	₹	₹
Aggregate amount of Unquoted Investments {NAV ₹11,84,27,325/- (Previous Year ₹10,70,28,412/-)}	10,75,99,750	10,43,00,000



14 Cash and Cash Equivalents	As at	As at
	31st March 2021	31st March 2020
	₹	₹
Cash on hand	50,357	1,08,474
Cheque/Drafts in hand	4,973	1,44,781
Balances with banks		
- In Current accounts	2,72,10,894	6,53,66,363
- In Fixed Deposits (Includes Interest Accrued ₹59,520/- Previous Year ₹44,947/-)*	2,09,520	1,94,947
* Notes:		
(a) Includes FDR Rs. 1,50,000/- (Previous Year Rs. 1,50,000/-) with maturity of more than 12 months		
(b) Out of above FDR Rs. 1,50,000/- (Previous year Rs. 1,50,000/-) pledged with Commercial tax authorities as security		
Total	2,74,75,744	6,58,14,565

15 Short-Term Loans and Advances	As at	As at
	31st March 2021	31st March 2020
	₹	₹
Unsecured, considered good (unless otherwise stated)		
Loans and advances to Staff & Workers	14,41,604	15,16,098
Income Tax Deducted at Source (Receivable)	11,44,117	5,79,487
Advance Tax	1,00,00,000	1,35,00,000
MAT Credit Entitlement	-	68,04,287
Income Tax under Appeal	21,68,079	21,68,079
Indirect Taxes Receivables	3,96,381	15,14,824
Export Benefits Receivables	5,21,246	15,60,303
Advances to Suppliers	40,81,163	8,41,168
Inter-corporate Loans (Doubtful)	58,27,928	58,27,928
Less- Provision for Doubtful Receivable (Refer Note 23 (o))	(58,27,928)	(58,27,928)
Total	1,97,52,590	2,84,84,246

16 Revenue from Operations	Year ended	Year ended
	31st March 2021	31st March 2020
	₹	₹
Manufactured Goods		
Export Sales		
Electric Iron	4,08,12,193	5,47,51,895
Sub assembled goods & spares Sales	557	12,150
	4,08,12,750	5,47,64,045
Domestic Sales		
Electric Iron	60,67,63,304	74,12,02,351
Electric Toaster	1,70,80,252	1,57,23,991
Bar Blender	13,39,02,735	8,19,17,655
Mixer Grinder, Juicer Mixer Grinder	74,36,36,674	63,56,11,922
Visi Cooler	6,91,963	1,47,619
Light Fittings	1,71,04,513	2,20,29,746
Switch	4,68,35,072	4,28,20,585
Socket	2,84,02,940	3,16,08,836
Fan Regulator, Controller, Connector	1,16,86,916	1,63,05,001
Mounting Grid, Cover Frame	2,54,61,409	3,40,22,214
Hair Dryer	15,00,01,285	18,36,91,537
Hair Straightner	14,85,68,856	23,48,91,207
Sub assembled goods & spares Sales	1,85,05,162	1,92,94,946
	1,94,86,41,081	2,05,92,67,610
Sale of Scrap & Waste/ Empties	34,24,273	27,90,396
Sale of Traded Goods		
- Heating Element	8,56,990	9,36,710
- Switch, Light parts	2,25,069	-
- Plastic Granules & Master Batch	33,91,786	5,90,115
- Rotary Switch, Screw Seal	1,15,781	1,27,050
- Motor, Jmg, Blade Parts	5,38,112	5,13,134
- Aluminium Alloy	-	2,53,238
	51,27,738	24,20,247
Processing Charges Earned	16,77,650	19,04,045
(Tax deducted at source ₹ 12132/- Previous Year ₹ 25852/-)		
Export Benefits	7,34,453	27,27,159
Total (a to f)	2,00,04,17,945	2,12,38,73,502



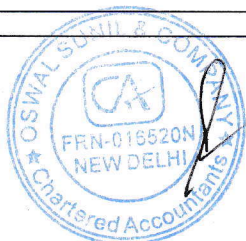
17 Other Income	Year ended	Year ended
	31st March 2021	31st March 2020
	₹	₹
Interest Income (Tax deducted on source ₹ 2351/- Previous Year ₹ 84638/-)	45,923	8,56,932
Rent Received (Tax deducted at source ₹ 3,84,000/- Previous Year ₹ 3,84,000/-)	38,40,000	38,40,000
Profit on sale of Current Investment	1,47,216	6,407
Net Gain/(Loss) on Exchange Rate Fluctuation	16,665	3,28,355
Dividend Received (Tax deducted on source ₹ 2250/- Previous Year ₹ "0")	30,000	35,000
Total	40,79,804	50,66,694

18 Cost of Materials Consumed	Year ended	Year ended
	31st March 2021	31st March 2020
	₹	₹
Opening Stock	9,65,40,182	12,80,61,646
Add : Purchases during the year	1,70,87,48,395	1,67,60,76,884
Less : Closing Stock	16,45,53,863	9,65,40,182
Material Consumed	1,64,07,34,714	1,70,75,98,348
Material consumed comprises of :		
- Plastic Granules	9,85,33,874	11,13,56,176
- Sole Plates & Aluminium alloy	11,26,39,867	14,15,27,096
- Mains Cord	14,67,76,869	17,43,22,547
- Motor (JMG, MG, Bar Blender)	29,33,36,007	22,85,69,663
- Heat Sink	-	18,59,240
- Adaptors/ Power Pcb	-	1,59,758
- Tem Assy	-	19,89,199
- Fan	-	17,25,229
- Others *	98,94,48,097	1,04,60,89,440
* Others include raw materials, components and spare parts, none of which individually accounts for more than 10 % of the total consumption.		
Total	1,64,07,34,714	1,70,75,98,348

19 Changes in Inventories of Finished goods, Work-in-progress and Stock-in-Trade	Year ended	Year ended
	31st March 2021	31st March 2020
	₹	₹
Opening Stock		
- Finished goods	1,90,85,551	2,24,99,332
- Work-in-progress	1,72,90,622	1,35,39,808
	3,63,76,173	3,60,39,140
Closing Stock		
- Finished goods	3,12,34,388	1,90,85,551
- Work-in-progress	1,27,19,569	1,72,90,622
	4,39,53,957	3,63,76,173
Changes in inventories	(75,77,784)	(3,37,033)

Employee Benefits Expense	Year ended	Year ended
	31st March 2021	31st March 2020
	₹	₹
Salaries and incentives	16,35,88,079	19,65,62,785
Contributions to -		
- Gratuity Fund	33,00,000	31,00,000
- Provident and Other Funds	1,08,87,231	1,45,30,364
Staff Welfare Expenses	64,03,088	79,19,126
Total	18,41,78,398	22,21,12,275

21 Finance Costs	Year ended	Year ended
	31st March 2021	31st March 2020
	₹	₹
Interest Expenses	1,08,25,198	1,24,21,201
Bank Charges and Other Borrowing Costs	4,27,686	2,08,297
Total	1,12,52,884	1,26,29,498



Other Expenses	Year ended	Year ended
	31st March 2021	31st March 2020
	₹	₹
Manufacturing Expenses		
Power & Fuel	10,633,506	14,208,556
Carriage & Octroi (Inward)	1,719,067	2,676,867
Processing Charges	14,677,811	15,194,211
Consumable Stores	3,686,451	3,491,733
ISI Charges	4,442,259	5,477,465
Repair & Maintenance :		
- Plant & Machinery	3,919,743	3,625,452
- Building	3,480,508	4,136,579
- Others	4,989,504	3,393,824
Total (a)	47,548,849	52,204,687
Selling and Distribution Expenses		
Advertisement & Sales Promotion Expenses	319,627	517,942
Carriage Outwards & Forwarding Expenses	2,581,904	2,062,046
Total (b)	2,901,531	2,579,988
Establishment Expenses		
Auditors Remuneration		
- Statutory Audit	300,000	300,000
- Tax Audit	50,000	50,000
- Certification & Other Fee	305,500	243,500
Calibration Charges	2,469,935	1,380,095
CSR Expenses (Refer Note No. 23(j))	1,865,490	1,624,200
Communication Expenses	377,401	413,318
Computer Expenses	588,442	407,306
Donation Paid	21,000	-
General Expenses	936,205	2,012,924
Insurance Charges	1,799,896	2,013,940
ISO Expenses	52,000	18,000
Legal & Professional Charges	1,089,065	702,045
(Net Gain)/ Loss on Sale of Property Plant and Equipments	441,114	102,496
Postage & Courier Expenses	152,102	204,687
Printing & Stationery Expenses	523,259	707,292
Provision for Doubtful Receivable (Refer note no. 23 (o))	-	5,827,928
Rent Expenses	1,457,218	2,264,000
Rates and Taxes	392,693	367,257
Subscription & Membership Fees	157,940	398,305
Travelling & Conveyance & Bus Expenses	6,068,977	7,725,956
Vehicle Running & Maintenance Expenses	1,335,833	1,810,571
Total (c)	20,384,070	28,573,820
Total (a to c)	70,834,450	83,358,495



(a) Contingent Liabilities and Commitments (to the extent not provided for)*	As at 31st March 2021	As at 31st March 2020
	₹	₹
Letter of Credit	-	-
Derivative Contracts	-	-
Demand raised in Income Tax Assessments	10,840,383	10,840,383
Capital Commitments	702,506	4,350,300
Total	11,542,889	15,190,683

* 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 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
	₹	₹
i Value of imports (C.I.F basis)		
- Raw materials	164,016,499	198,470,313
- Trading Goods	580,112	604,769
- Plant & Machinery	199,329	4,652,698
	164,795,940	203,727,780
ii Expenditure in Foreign Currency on Foreign Travelling	-	257,760
iii Earnings in foreign exchange classified under the following heads, namely:-		
- Export of goods calculated on F.O.B. basis	40,802,930	54,746,072

(c) Particular	Year ended 31st March 2021		Year ended 31st March 2020	
	Percentage	₹	Percentage	₹
A. Raw Materials and Components				
(I) Imported	11%	180,365,208	14%	234,945,568
(II) Indigenous	89%	1,454,397,810	86%	1,465,238,796
	100%	1,634,763,018	100%	1,700,184,364
B. Stores & Spares				
(I) Imported	0%	-	0%	-
(II) Indigenous	100%	5,971,696	100%	7,413,984
	100%	5,971,696	100%	7,413,984
C. Trading Goods				
(I) Imported	15%	684,450	37%	814,370
(II) Indigenous	85%	4,002,307	63%	1,367,705
	100%	4,686,757	100%	2,182,075
Total		1,645,421,471		1,709,780,423

(d) The Company has amounts remaining unpaid to suppliers under The Micro, Small and Medium Enterprises Development Act, 2006, [MSMED Act] as at 31st 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	38,207,465	17,518,891
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) During the previous year, the Company had received Central Investment Subsidy on Plant & Machinery from Directorate of Industries, Himachal Pradesh of ₹ 50,00,000/-. On receipt of such subsidy, the original cost of related Plant & Machinery had been reduced and consequently depreciation amounting ₹ 31,63,759/- as charged on such amount in earlier years had been written back in the Statement of Profit and Loss.

(g) Deferred Tax Liability/(Assets) :

Particulars	Deferred Tax Assets / (Liability) As at 31.3.2020	Current Year Charge	Deferred Tax Assets / (Liability) As at 31.3.2021
	Deferred Tax Liability		
Depreciation	(4,539,431)	1,545,411	(2,994,020)
Deferred Tax Asset			
Provision for Leave Encashment and Bonus	2,858,624	(458,265)	2,400,359
Provision for Doubtful Receivable	1,621,330	(154,441)	1,466,889
TOTAL	(59,477)	932,705	873,228

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

The Company is in the business of Home Appliances, Personal Care Products, Electrical & Electronic Products and 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 referred to in Section 133 of Company Act 2013 read with Rule 7 of Companies (Accounts) Rule

(i) Disclosure as required under 186 (4) of Companies Act 2013:

Name of Company to whom loan Granted	Amount Outstanding	Purpose for which loan to be utilized	Terms & Conditions
Sard Metals Pvt Ltd.	5,827,928	The Company has granted unsecured loan as Intercompany Loan	The Loan is recoverable on demand as per the agreed terms.



(j) Details of expenditures incurred on Corporate Social Responsibility (CSR) activities :

Particulars	Year ended 31st March, 2021	Year ended 31st March, 2020
1. Eradicating Hunger, Poverty and Malnutrition	5,74,131	-
2. Forest Development (Animal Welfare & Environment Sustainability)	12,91,359	-
3. Promoting Health Care including Preventive Health Care and Sanitation	-	16,24,200
Total	18,65,490	16,24,200
Total amount to be spent on CSR activities as per the provision of section 135 of the Companies Act, 2013	15,80,827	13,86,361

(k) 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:

Holding Company

Elin Electronics Limited

Key Management Personnel (Directors):

Sh. Vikas Sethia	(Director)	(Ceased w.e.f 26th November 2020)
Sh. Sharad Sethia	(Director)	(Ceased w.e.f 19th October 2020)
Sh. Gaurav Sethia	(Director)	(Appointed w.e.f 13th July 2020)
Smt. Priyanka Sethia	(Director)	(Appointed w.e.f 30th October 2020)
Sh. Pradeep Sethia	(Director)	(Appointed w.e.f 05th December 2020)

(ii) Transactions during the year with related parties :

Particulars	Holding Company	Key Management Personnel (Directors)	Total
	₹	₹	₹
Sales	25,94,970	-	25,94,970
	(14,66,441)	(-)	(14,66,441)
Purchases	49,22,27,413	-	49,22,27,413
	(38,41,10,066)	(-)	(38,41,10,066)
Payment for services/Interest/Rent	11,90,000	1,34,87,198	1,46,77,198
	-	(1,50,94,000)	(1,50,94,000)
Receipts for services/Rent/Interest	45,72,430	-	45,72,430
	(38,40,000)	(-)	(38,40,000)
Closing Balance-Receivable	-	-	-
	-	(-)	-
Closing Balance-Payable	5,64,75,627	-	5,64,75,627
	(7,34,02,716)	(-)	(7,34,02,716)

Note: Previous year figures are given in bracket

(l) Earning per share as required by Accounting Standard (AS)-20 :-

Particulars	Year ended 31st March 2021	Year ended 31st March 2020
Net Profit after tax as per Statement of Profit and Loss	5,15,92,166	5,53,79,969
Weighted average number of Equity Shares used as denominator for calculating EPS	2,00,000	2,00,000
Basic and Diluted EPS (₹)	257.96	276.90
Face Value per Equity Share (₹)	10	10

(m) 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	72,887	53,28,772	87,571	67,38,604
Foreign Currency Payable	USD	1,99,234	1,45,66,028	76,495	58,86,313
Net Foreign Currency Exposure (Receivable/(Payable))		(1,26,347)	(92,37,257)	11,076	8,52,291

(n) 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

(o) 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 is not been made in the financials.

(p) 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.

(q) 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 27.82% (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.

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

The notes referred to above form an integral part of the Financial Statements

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: 15 JUL 2021

For and on behalf of the Board

Gaurav Sethia

Gaurav Sethia
(Director)
DIN: 02902047

Priyanka Sethia

Priyanka Sethia
(Director)
DIN: 08942124

