OSWAL SUNIL & COMPANY
CHARTERED ACCOUNTANTS

71, DARYAGANJ, NEW DELHI-110 002
Tel. : 2325-1582, 2326-2902, 4306-0999
E-mail : oswalsunil.co@gmail.com
Website : www.oswalsunil.com

Report on Special Purpose Ind AS Consolidated Ind AS Financial Statements

To the Board of Directors of Elin Electronics Limited

Opinion

We have audited the accompanying Special Purpose Ind AS Consolidated Ind AS Financial Statements of **Elin Electronics Limited** (the "Holding Company") and its Subsidiary (together referred to as the "Group") which comprises the Consolidated Balance Sheet as at 31 March 2019, and the Consolidated Statement of Profit and Loss (including other comprehensive income), the Consolidated Statement of Changes in Equity and Consolidated Statement of Cash Flows for the year then ended, and notes to the Special Purpose Ind AS Consolidated Ind AS Financial Statements, including a summary of the significant accounting policies and other explanatory information (collectively referred to as the "Special Purpose Ind AS Consolidated Ind AS Financial Statements"), which we have signed under reference to this report. The Special Purpose Ind AS Consolidated Ind AS Financial Statements of the Group for the year ended 31 March 2019 is prepared by the Holding Company in accordance with the Indian Accounting Standard (Ind AS) by making Ind AS adjustments to the audited consolidated financial statements of the Holding Company and its Subsidiary as at and for the year ended 31 March 2019 for the limited purpose of consideration in preparation of Restated Consolidated Financial Information as at and for the period / year ended 30 September 2021, 31 March 2021, 31 March 2020 and 31 March 2019 ("Restated Consolidated Financial Information"), in relation to proposed Initial Public Offer of equity shares of the Holding Company, and as per the SEBI request to the Association of Investment Bankers of India ("AIBI") vide its email dated October 28, 2021.

In our opinion and to the best of our information and according to the explanations given to us, we report that:

a. We have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of our audit;

b. The Consolidated Balance Sheet, Consolidated Statement of Profit and Loss (including other comprehensive income), Consolidated Statement of Changes in Equity and Consolidated Statement of Cash Flows dealt with by this report are in agreement with the books of account;

c. In our opinion and to and to the best of our information and according to the explanations given to us, the Special Purpose Ind AS Consolidated Ind AS Financial Statements, together with the notes thereon and attached thereto fairly present, in all material respects, in conformity with the accounting principles generally accepted in India including Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 [Companies (Indian Accounting Standards) Rules, 2015 (as amended)].

This report is issued in accordance with the terms of our engagement dated November 01, 2021.

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 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 Special Purpose Ind AS Consolidated Ind AS Financial Statements, 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.

Management's Responsibility for the Special Purpose Consolidated Financial Statements

The Management of Elin Electronics Limited are responsible for the preparation of these Special Purpose Ind AS Consolidated Ind AS Financial Statements in accordance with recognition and measurement principles of Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 [Companies (Indian Accounting Standards) Rules, 2015 (as amended)] issued by the Ministry of

OSWAL SUNIL & COMPANY * Chartered Accountants * FRN:016520N New Delhi

Corporate Affairs to the extent considered relevant by it for the purpose for which these Special Purpose Ind AS Consolidated Ind AS Financial Statements have been prepared. The respective Board of Directors of the companies included in the Group, are responsible for maintenance of adequate accounting records for safeguarding of the assets of the Group 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 accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Special Purpose Ind AS Consolidated Ind AS Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Special Purpose Ind AS Consolidated Ind AS Financial Statements, the Management of the Holding Company are responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors of the Holding Company either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. The Board of Directors of the Holding Company is also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Special Purpose Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the special purpose Ind AS financial statements 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 Special Purpose Ind AS Consolidated Ind AS 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 special purpose Ind AS Consolidated Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of such internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures in the Special Purpose Ind AS Consolidated Ind AS Financial Statements made by the Management.

- Conclude on the appropriateness of the Management and Board of Directors 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 Group'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 Group 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.

OSWAL SUNIL & COMPANY
FRN:016520N
New Delhi
Chartered Accountants

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.

Restriction on Use

Without modifying our opinion, we draw attention to Note 2.1 to the financial statements, which describes the basis of preparation. The Special Purpose Ind AS Consolidated Ind AS Financial Statements have been prepared by Management of the Holding Company and approved by the Board of Directors for the purpose to enable the Company to include and compile Financial Information (including Restated Consolidated Financial Information, being prepared under Ind AS) in its Draft Red Herring Prospectus as of and for the period ended March 31, 2019. As a result, the financial information may not be suitable for any other purpose.

Our report is intended solely for the use of Management of the Holding Company and should not be distributed to or used by other parties. Oswal Sunil & Company, Chartered Accountants, shall not be liable to the Group or to any other concerned for any claims, liabilities or expenses relating to this assignment. Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this report is shown or into whose hands it may come without our prior consent in writing.

For **Oswal Sunil & Company**
Chartered Accountants
Firm's Registration No: 016520N

OSWAL SUNIL & COMPANY
FRN:016520N
New Delhi
Chartered Accountants

CA Sunil Bhansali
Partner
Membership No: 054645
UDIN: 21054645AAAABW3905

Date: November 09, 2021
Place: New Delhi

ELIN ELECTRONICS LIMITED
Special Purpose Consolidated Ind AS Balance Sheet
(All amounts are in INR Millions, unless otherwise stated)

Particulars	Note No(s)	As at March 31, 2019
Assets		
Non-current Assets		
(a) Property, Plant and Equipment	3	1,320.51
(b) Capital work-in-progress	4	4.09
(c) Right-of-use-assets	36	0.79
(d) Intangible assets (other than Goodwill)	5	1.48
(e) Financial Assets		
(i) Investments	6	0.92
(ii) Other Financial Assets	7	21.88
(f) Other non-current assets	9	185.01
Total Non Current Assets		**1,534.68**
Current Assets		
(a) Inventories	10	818.08
(b) Financial Assets		
(i) Investments	11	133.08
(ii) Trade receivables	12	1,374.66
(iii) Cash and cash equivalents	13	31.17
(iv) Bank balances other than (iii) above	14	1.62
(v) Loans	15	5.44
(vi) Other Financial Assets	16	17.58
(c) Current Tax Assets (net)	17	0.73
(d) Other current assets	18	59.37
Total Current Assets		**2,441.74**
Total Assets		**3,976.42**
Equity and Liabilities		
Equity		
(a) Equity Share Capital	19	49.57
(b) Other Equity	19	1,939.80
Total Equity		**1,989.37**
Liabilities		
Non-current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	20	413.14
(ii) Lease liabilities	36	1.81
(b) Provisions	21	5.94
(c) Deferred tax liabilities (Net)	8	29.64
Total Non Current Liabilities		**450.54**
Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	22	453.30
(ii) Lease Liabilities	36	0.05
(iii) Trade payables		
- total outstanding dues of micro and small enterprises	23	74.69
- total outstanding dues to other than micro and small enterprises	23	845.84
(iv) Other financial liabilities	24	101.15
(b) Current Tax liabilities (Net)	17	11.29
(c) Other current liabilities	25	42.52
(d) Provisions	26	7.69
Total Current Liabilities		**1,536.51**
Total Liabilities		**1,987.05**
Total Equity and Liabilities		**3,976.42**

The above Special Purpose Consolidated Ind AS Balance Sheet should be read with the Basis of Preparation and Significant Accounting Policies appearing in Notes to the Special Purpose Consolidated Ind AS Financial Statements.

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

OSWAL SUNIL & COMPANY * Chartered Accountants * FRN:016520N New Delhi

Sunil Bhansali
Partner
M.No.: 054645

New Delhi, November 09, 2021

For and on behalf of the Board

Kamal Sethia
Managing Director
DIN: 00081116

Sanjeev Sethia
Whole Time Director
DIN: 00354700

Raj Karan Chhajer
Chief Financial Officer
PAN: AAAPC0561C

Avinash Karwa
Company Secretary
M.No.: A20424

New Delhi, November 09, 2021

ELIN ELECTRONICS LIMITED
Special Purpose Consolidated Ind AS Statement of Profit & Loss
(All amounts are in INR Millions, unless otherwise stated)

	Particulars	Note No(s)	For the year ended March 31, 2019
I	**INCOME**		
	Revenue from operations	27	8,285.45
	Other Income	28	11.92
	Total Revenue (I)		**8,297.37**
II	**EXPENSE**		
	Cost of Material Consumed	29	5,911.24
	Purchases of stock-in trade		177.99
	Change in inventories of finished goods, work-in progress and stock-in trade	30	(1.71)
	Employee benefits expense	31	944.25
	Finance Costs	32	129.70
	Depreciation Impairment & amortization expenses	3, 5, 36	73.00
	Other Expenses	33	683.45
	Total Expenses (II)		**7,917.93**
III	**Profit before tax (I - II)**		**379.44**
IV	**Tax expenses**		
	- Current tax		58.16
	- Deferred Tax		30.77
			88.93
V	**Profit for the year (III-IV)**		**290.51**
VI	**Other comprehensive Income (OCI):**		
	Items that will not be reclassified to profit or loss		
	(i) Remeasurements of defined benefit plans		(11.40)
	(ii) Income tax on above item		2.86
	(iii) Gain/(Loss) on Equity Instruments designated through OCI		0.05
	Total Other comprehensive income/(loss) for the year		**(8.50)**
VII	**Total comprehensive income for the year (V + VI)**		**282.02**
VIII	**Earnings per share from continuing and total operations attributable to the equity holders of the Group [face value of INR 10/- each]**	34	
	- Basic and diluted (amount in INR)		**42.68**

The above Special Purpose Consolidated Ind AS Statement of Profit & Loss should be read with the Basis of Preparation and Significant Accounting Policies appearing in Notes to the Special Purpose Consolidated Ind AS Financial Statements.

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

OSWAL SUNIL & COMPANY CA FRN:016520N New Delhi Chartered Accountants

Sunil Bhansali
Partner
M.No.: 054645

New Delhi, November 09, 2021

For and on behalf of the Board

Kamal Sethia
Managing Director
DIN: 00081116

Sanjeev Sethia
Whole Time Director
DIN: 00354700

Raj Karan Chhajer
Chief Financial Officer
PAN: AAAPC0561C

Avinash Karwa
Company Secretary
M.No.: A20424

New Delhi, November 09, 2021

ELIN ELECTRONICS LIMITED
Special Purpose Consolidated Statement of Cash Flows
(All amounts are in INR Millions, unless otherwise stated)

	Particulars	For the year ended March 31, 2019
I.	**Cash flow from Operating Activities :**	
	Net Profit before taxes	**379.44**
	Adjustments for :	
	Depreciation, Impairment and Amortization expenses	73.00
	(Gain)/Loss on disposal of property, plant and equipment	(1.27)
	Fair value (gain)/loss on investments	1.27
	Impairment loss, Bad Debts, advances and miscellaneous balances written off	4.38
	Dividend and interest income classified as investing cash flows	(8.64)
	Finance costs (net)	129.70
		198.44
	Change in operating assets and liabilities :	
	(Increase)/ Decrease in Trade and other receivables	(295.16)
	(Increase)/ Decrease in Inventories	(35.51)
	Increase/ (Decrease) in Trade payables	68.42
	(Increase)/ Decrease in other financial assets	41.64
	(Increase)/ Decrease in other non-current assets	(48.98)
	(Increase)/ Decrease in other current assets	21.62
	Increase/ (Decrease) in provisions	(8.20)
	Increase/ (Decrease) in other current liabilities	15.31
		(240.85)
	Cash generated from operations	**337.04**
	Income taxes paid/refund (net)	(53.86)
	Net cash inflow from /(used in) operating activities	**283.18**
II	**Cash flow from Investing activities**	
	(Payments) for property, plant and equipment including CWIP	(299.91)
	(Payments) for Intangible Assets	(1.05)
	Proceeds from sale of property, plant and equipment	10.30
	Proceeds/(Payments) from sale of Investment (net)	(37.13)
	Dividends received	4.58
	Interest received	4.80
	Net Cash flow from / (used in) investing activities	**(318.41)**
III	**Cash flow from Financing Activities**	
	Proceeds from borrowings	200.27
	(Repayment) of borrowings	(107.94)
	(Repayment) of lease liabilities	-
		92.33
	Less: Finance Costs paid	(129.56)
	Net Cash flow from/ (used in) financing activities	(37.23)
IV	**Net increase/(decrease) in cash & cash equivalents (I + II + III)**	**(72.46)**
V	**Cash and cash equivalents at the beginning of the financial year**	103.63
VI	**Cash and cash equivalents at end of the year**	**31.17**

Notes:

1 The Special Purpose Consolidated Statement of Cash flow has been prepared under the indirect method as set-out in the Ind AS - 7 "Statement of Cash Flow" as specified in the Companies (Indian Accounting Standards) Rules, 2015.

2 Figures in bracket indicate cash outflow.

3 Cash and cash equivalents (refer Note 13) comprise of the followings:

Cash on hand	2.63
Cheques in hand	1.50
Balances with Scheduled banks in	
Current accounts	27.04
Bank Deposits with Bank	-
Balances per statement of cash flows	**31.17**

4 **Analysis of movement in borrowings**

Borrowings at the beginning of the year	774.11
Movement due to cash transactions as per the Statement of Cash Flows	92.33
Borrowings at the end of the year	**866.44**

The above Special Purpose Consolidated Statement of Cash Flows should be read with the Basis of Preparation and Significant Accounting Policies appearing in Notes to the Special Purpose Consolidated Ind AS Financial Statements.

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

OSWAL SUNIL & COMPANY CA FRN:016520N New Delhi Chartered Accountants

Sunil Bhansali
Partner
M.No.: 054645

New Delhi, November 09, 2021

For and on behalf of the Board

Kamal Sethia
Managing Director
DIN: 00081116

Sanjeev Sethia
Whole Time Director
DIN: 00354700

Raj Karan Chhajer
Chief Financial Officer
PAN: AAAPC0561C

Avinash Karwa
Company Secretary
M.No.: A20424

ELIN ELECTRONICS LIMITED
Special Purpose Consolidated Statement of Changes in Equity
(All amounts are in INR Millions, unless otherwise stated)

A. Equity Share Capital

Particulars	Amount #
Balance as at April 1, 2018	**49.57**
Changes in equity share capital	-
Balance as at March 31, 2019	**49.57**

Net off elimination on consolidation due to equity shares being held by subsidiary company

B. Other equity

Particulars	Equity Shares pending allotment pursuant to Scheme*	Reserves and Surplus				Other Comprehensive Income		Total
		Securities Premium	Capital Reserve	General Reserve	Retained Earnings	Changes in fair value of FVOCI equity instruments	Remeasurement of defined benefit plans	
Balance as at April 1, 2018	**18.50**	**59.55**	**212.17**	**353.77**	**985.16**	**0.07**	**28.56**	**1,657.78**
Total Comprehensive Income for the year	-	-	-	-	290.51	0.05	(8.54)	282.02
Transfer to retained earnings	-	-	-	50.00	(50.00)	-	-	-
Balance as at March 31, 2019	**18.50**	**59.55**	**212.17**	**403.77**	**1,225.67**	**0.12**	**20.02**	**1,939.80**

* Refer Note 50

The above Special Purpose Consolidated Statement of Changes in Equity should be read with the Basis of Preparation and Significant Accounting Policies appearing in Notes to the Special Purpose Consolidated Ind AS Financial Statements.

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

OSWAL SUNIL & COMPANY
FRN:016520N
New Delhi
Chartered Accountants

Sunil Bhansali
Partner
M.No.: 054645

New Delhi, November 09, 2021

For and on behalf of the Board

Kamal Sethia
Managing Director
DIN: 00081116

Sanjeev Sethia
Whole Time Director
DIN: 00354700

Raj Karan Chhajer
Chief Financial Officer
PAN: AAAPC0561C

Avinash Karwa
Company Secretary
M.No.: A20424

New Delhi, November 09, 2021

ELIN ELECTRONICS LIMITED
Notes to Special Purpose Consolidated Ind AS Financials
(All amounts are in INR Millions, unless otherwise stated)

3 Property, Plant and Equipment

Particulars	Plant and Machinery	Building	Dies, Moulds & Tools	Electrical Installations	Furniture and Fixtures	Office Equipment's	Computers	Vehicles	Land (Leasehold)	Land (Freehold)	Total
Gross Carrying Value											
Balance as at April 1, 2018 (Deemed Cost)	**998.31**	**666.14**	**118.45**	**128.39**	**39.05**	**8.04**	**24.36**	**45.73**	**104.64**	**21.30**	**2,154.40**
Additions	227.80	21.56	38.94	6.36	4.11	2.06	3.61	10.37	-	-	**314.81**
Disposals / Adjustments	34.98	-	9.67	0.71	0.19	0.03	0.62	4.45	-	-	**50.66**
Balance as at March 31, 2019	**1,191.13**	**687.70**	**147.71**	**134.04**	**42.97**	**10.06**	**27.35**	**51.65**	**104.64**	**21.30**	**2,418.55**
Accumulated depreciation and impairment											
Balance as at April 1, 2018 (Deemed Cost)	**557.80**	**257.04**	**75.53**	**82.15**	**27.78**	**6.50**	**19.48**	**31.11**	**9.64**	**-**	**1,067.03**
Depreciation & Impairment	38.98	14.48	4.26	5.68	1.53	0.54	2.03	3.00	2.14	-	72.64
Disposals / Adjustments	29.98	-	5.97	0.68	0.19	0.03	0.59	4.20	-	-	41.62
Balance as at March 31, 2019	**566.80**	**271.51**	**73.82**	**87.15**	**29.11**	**7.01**	**20.93**	**29.92**	**11.79**	**-**	**1,098.04**
Net Carrying Value											
Balance as at April 1, 2018 (Deemed Cost)	440.51	409.10	42.92	46.24	11.27	1.53	4.88	14.62	95.00	21.30	1,087.37
Balance as at March 31, 2019	**624.32**	**416.18**	**73.89**	**46.90**	**13.86**	**3.05**	**6.42**	**21.73**	**92.85**	**21.30**	1,320.51

Notes:

1. The Group has elected Ind AS 101 exemption to continue with the carrying value for all of its Property, Plant and Equipment as its deemed cost as at the date of transition. Refer note 47 for a reconciliation of deemed cost as considered by the Group.

2. The Group had received approval to get Capital Subsidies for additional investments in manufacturing plant at Plot No.C-142, 143, 144, 144/1, 144/2, Site No.1, BullandShahar Road, Ghaziabad, Uttar Pradesh , 201009 under Modified Special Incentive Package Scheme (MSIPS) notified vide M-SIPS Policy Gazette Notification No. 175 dated 27-07-2012 and revised Notification dated 03-08-2015 as modified from time to time by the Ministry of Electronics and Information Technology, Department of Information Technology, vide Approval Letter No. 27(29)/2013-IPHWA dated 03-07-2014 and Approval letter no.27(215)/2015-IPHW dt.22-11-2017. Also, the Company is in process of availing capital subsidy under Industrial Development Scheme 2017 of Department for Promotion of Industries & Internal Trade, Himachal Pradesh. Under the said schemes, the Company has submitted its claims before the respective authorities for sanctioning the claim, which has not been adjusted to the cost of respective assets, in the absence of reasonable assurance that the claim will be received.

3. Refer Note 20 and 22 for details of assets pledged.

OSWAL SUNIL & COMPANY * Chartered Accountants * FRN: 016520N New Delhi

(All amounts are in INR Millions, unless otherwise stated)

4 Capital work-in-progress

Particulars	Buildings	Plant & Machinery	Total
Balance as at April 1, 2018	**-**	**18.99**	**18.99**
Additions	1.57	2.53	4.09
Disposals / Adjustments	-	(18.99)	(18.99)
Balance as at March 31, 2019	**1.57**	**2.53**	**4.09**

5 Intangible Assets (other than goodwill)

Particulars	Computer software
Gross Carrying Value	
Balance as at April 1, 2018 (Deemed Cost)	**6.68**
Additions	1.05
Disposals / Adjustments	-
Balance as at March 31, 2019	**7.73**
Accumulated depreciation and impairment	
Balance as at April 1, 2018 (Deemed Cost)	**5.90**
Depreciation for the year	0.35
Disposals / Adjustments	-
Balance as at March 31, 2019	**6.25**
Net Carrying Value	
Balance as at April 1, 2018 (Deemed Cost)	0.78
Balance as at March 31, 2019	**1.48**

OSWAL SUNIL & COMPANY
FRN:016520N
New Delhi
Chartered Accountants

(All amounts are in INR Millions, unless otherwise stated)

6 Non-Current Financial Assets - Investments

Particulars	As at March 31, 2019
Unquoted	
Investments - Non-Trade	
Investments in Equity instruments	0.42
Investments in Others	0.50
Total	**0.92**

6.1 Detail of Non-Current Investments

Particulars	Elcina Electronics Cluster Pvt Ltd (Face Value Rs. 10/- each)		Shivalik Waste Management Pvt Ltd (Face Value Rs. 10/- each)		Total Amount
	No. of Shares	Amount	No. of Shares	Amount	
Financial assets measured at FVTOCI					
(i) Investment in equity instruments - Equity Shares					
As at March 31, 2019	10,000	-	20,000	0.42	**0.42**
Financial assets measured at FVTPL					
(ii) Investment in LIC Policy					
As at March 31, 2019					**0.50**

6.2. Additional Disclosures:

Particulars	As at March 31, 2019
Aggregate carrying value of unquoted investments	0.92
Aggregate amount of impairment in value of investments	-

7 Other Financial Assets - Non Current

Particulars	As at March 31, 2019
Unsecured, Considered Good	
Bank deposits with more than 12 months maturity *	5.72
Security Deposit	16.16
Total	**21.88**

* Above bank deposits are held as margin money/securities with banks.

8 Deferred tax assets / (liabilities) (net)

Deferred income tax reflect the net tax effects of temporary difference between the carrying amount of assets and liabilities for the financial reporting purposes and the amounts used for income tax purposes. Significant component of the Group's net deferred income tax are as follows:-

Particulars	Defined benefit obligation	Property, plant and equipment	Provisions & others	MAT Entitlement	Total
As at 1 April, 2018	**3.61**	**(22.92)**	**10.80**	**6.55**	**(1.95)**
(Changed)/Credited:					
- to Statement of profit and loss	(1.88)	(29.03)	0.14	-	(30.77)
- to other comprehensive income	2.86	-	-	-	2.86
- to current tax liability	-	-	-	0.22	0.22
As at 31 March, 2019	**4.59**	**(51.95)**	**10.94**	**6.77**	**(29.64)**

9 Other Non-Current Assets

Particulars	As at March 31, 2019
Unsecured, Considered Good	
Capital Advances	185.01
Total	**185.01**

OSWAL SUNIL & COMPANY
FRN:016520N
New Delhi
Chartered Accountants

(All amounts are in INR Millions, unless otherwise stated)

10 Inventories (at cost or net realisable value whichever is lower)

Particulars	As at March 31, 2019
Inventories (As Certified and valued by the management)	
Raw Materials	533.79
Raw Materials in transit	4.32
	538.10
Work-in-progress	166.27
Finished goods	92.80
Stock-in-trade	0.05
Stores and Spares	20.86
Total	**818.08**

12 Current Financial Assets - Trade Receivables

Particulars	As at March 31, 2019
Trade Receivables	
Unsecured, considered good	1,376.65
Which have significant increase in credit risk	-
Less: expected credit loss allowance	(1.99)
Total	**1,374.66**

Movement in the expected credit loss allowance of trade receivables are as follows:

Balance at the Beginning of the year	**2.53**
Add: Provided during the year	0.42
Less: Amount written off	0.95
Balance at the end of the year	**1.99**

12.1 In determining the allowance for trade receivables the Group has used practical expedients based on financial condition of the customers, ageing of the customer receivables & over-dues, availability of collaterals and historical experience of collections from customers. The concentration of risk with respect to trade receivables is reasonably low as most of the customers are large Corporate organisations though there may be normal delays in collections.

13 Current Financial Assets - Cash & cash equivalents

Particulars	As at March 31, 2019
Cash & Cash Equivalents	
Balance with banks;	
- in current account	27.04
Cheques, drafts on hand;	1.50
Cash on hand;	2.63
Total	**31.17**

OSWAL SUNIL & COMPANY
FRN:016[illegible]0N
New Delhi
Chartered Accountants

(All amounts are in INR Millions, unless otherwise stated)

11 Current Financial Assets - Investments

Particulars	As at March 31, 2019
Unquoted Investments	
(i) Investments in Mutual Funds	133.08
Total	**133.08**

11.1 Detail of Current Financial Assets - Investments

Particulars	As at March 31, 2019	
	Units	Amount
Financial assets carried at fair value through statement of profit or loss (FVTPL)		
Investments in mutual funds - Unquoted Investment		
HDFC Group Unit Linked Plan Option B	1,54,653.51	9.31
HDFC Arbitrage Fund - Monthly-Dividend	3,99,443.01	4.31
L & T Tax Advantage Fund - Regular Dividend	1,01,936.80	2.17
L & T Tax Advantage Fund - Growth	52,511.50	2.83
L & T Tax Advantage Fund - Dividend Payout	2,01,296.35	4.28
L & T Low Duration Fund- Growth	4,35,100.16	8.72
ICICI Prudential Floating Interest Fund - Growth	47,736.68	13.28
ICICI Prudential Bluechip Fund - Growth	-	-
ICICI Prudential Ultra Short Term Fund - Growth	-	-
Axis Banking & PSU DBT Fund	-	-
Axis Bluechip Fund	-	-
Axis Banking & Psu Debt Fund-Regular Growth	-	-
Nippon India Arbitrage Fund - Monthly Dividend	55,26,363.41	58.72
Nippon India Ultra Short Duration Fund- Growth Option-Growth Plan	611.46	1.78
Nippon India Ultra Short Duration Fund- Segregated Portfolio1- Growth Plan	-	-
Total Current Investments at FVTPL		**133.08**
Aggregate carrying value of unquoted investments		133.08
Aggregate amount of impairment in value of investments		-

OSWAL SUNIL & COMPANY Chartered Accountants FRN: 016520N New Delhi

(This space has been intentionally left blank)

(All amounts are in INR Millions, unless otherwise stated)

14 Current Financial Assets - Other Bank Balances

Particulars	As at March 31, 2019
Bank Deposits having maturity less than 12 months *	1.62
Total	**1.62**

* Above Bank deposits are held as margin money/securities with banks.

15 Current Financial Assets - Loans

Particulars	As at March 31, 2019
Loans receivables - Unsecured	
Which have significant increase in credit risk	5.44
Less: expected credit loss allowance	-
Total	**5.44**
Movement in the expected credit loss allowance of loans are as follows:	
Balance at the Beginning of the year	-
Add: Provided during the year	-
Less: Amount written off	-
Balance at the end of the year	-

16 Current Financial Assets - Other Financial Assets

Particulars	As at March 31, 2019
Unsecured, considered good	
Accrued Interest on Bank Deposits	0.16
Loans & Advances to Staff & Workers	17.41
Total	**17.58**

17 Current Tax Assets / Liabilities

Particulars	As at March 31, 2019
Current Tax Assets	
Advance Income Tax / TDS (net of provisions)	**0.73**
Current Tax Liabilities	
Income Tax Provisions (net of Advance Income Tax / TDS)	**11.29**

18 Other Current Assets

Particulars	As at March 31, 2019
Unsecured, considered good	
Indirect tax recoverable	4.42
Commercial tax receivable	1.22
Commercial Tax under Appeal	0.03
Goods & Service Tax Under Appeal	0.25
Provident Fund Under Appeal	1.17
Income Tax Under Appeal	2.17
Advance to Suppliers	28.26
Export Incentive receivables	1.89
Prepaid Expenses	19.96
Total	**59.37**

OSWAL SUNIL & COMPANY
CA
FRN:016520N
New Delhi
Chartered Accountants

(All amounts are in INR Millions, unless otherwise stated)

19 A. Share Capital

(i) Authorised Share Capital

Particulars	Equity Share Capital	
	No of Shares	Amount
As at April 1, 2018	**1,02,50,000**	**102.50**
Increase during the year	-	-
As at March 31, 2019	**1,02,50,000**	**102.50**

(ii) Shares issued, subscribed and fully paid-up

Particular	Equity Share Capital	
	No of Shares	Amount #
As at April 1, 2018	**49,56,700**	**49.57**
Add: Shares issued during the year	-	-
Add: Bonus shares issued during the year	-	-
Less: Share bought back during the year	-	-
As at March 31, 2019	**49,56,700**	**49.57**

Net off elimination on consolidation due to equity shares being held by subsidiary company

(iii) Terms/right attached to Equity Shares

The Group has one class of shares having a face value of Rs. 10/- per equity share. All equity shares rank equally with regard to dividends and share in the Group's residual assets. The equity shares are entitled to receive dividend as declared from time to time. Shareholders are entitled to one vote per equity share held in the Group. On winding up of the Group, the holders of equity shares will be entitled to receive the residual assets of the Group, remaining after distribution of all preferential amounts in proportion to the number of equity shares held.

(v) Shareholders holding more than 5 percent of Equity Shares

Name of Shareholder	As at March 31, 2019
Suman Sethia	6,60,000 *12.58%*
M.L.Sethia	6,21,650 *11.85%*
Prem Lata Sethia	4,67,000 *8.90%*
Kishor Sethia	- *0.00%*
Kamal Sethia	- *0.00%*
Gaurav Sethia	- *0.00%*

B. Other Equity

Particulars	As at March 31, 2019
(i) Share Application pending Allotment **	18.50
(ii) Retained Earnings	1,225.67
(iii) Other Reserves *	
a. Securities Premium	59.55
b. Capital Reserve (on consolidation)	212.17
c. General Reserve	403.77
(iv) Components of Other Comprehensive Income	
a. Changes in fair value of FVOCI equity instruments	0.12
b. Remeasurement of defined benefit plans	20.02
Total	**1,939.80**

*** Brief description of Other Reserves:**

a. Securities premium reserve is used to record the premium on issue of shares. The reserve is utilised in accordance with the provision of the Companies Act, 2013.

b. Capital Reserve is created on consolidation with the subsidiary company.

c. General reserve is the free reserve created out of the retained earnings of the Group. The reserve is utilised in accordance with the provision of the Companies Act, 2013.

** Equity share capital pending allotment pursuant to amalgamation is on account of the business combination as per the Court approved scheme which have been allotted on January 22, 2020. Refer note 50.

OSWAL SUNIL & COMPANY * Chartered Accountants * FRN:016520N New Delhi

(All amounts are in INR Millions, unless otherwise stated)

(i) Equity Shares pending allotment pursuant to Scheme

Particulars	Amount
As at April 1, 2018	**18.50**
Increase during the year	-
Decrease during the year	-
As at March 31, 2019	**18.50**

(ii) Retained Earnings

Particulars	Amount
Restated balance as at 1st April 2018	**985.16**
Add: Net profit for the year	290.51
Less: Transfer to reserve during the year	(50.00)
As at March 31, 2019	**1,225.67**

(iii) Other Reserves

Particulars	Securities Premium	Capital Reserve	General Reserve
As at April 1, 2018	**59.55**	**212.17**	**353.77**
Increase during the year	-	-	50.00
Decrease during the year	-	-	-
As at March 31, 2019	**59.55**	**212.17**	**403.77**

(iv) Components of Other Comprehensive Income

Particulars	Changes in fair value of FVOCI equity instruments	Remeasurement of defined benefit plans
As at April 1, 2018	**0.07**	**28.56**
Increase during the year	0.05	-
Decrease during the year	-	(8.54)
As at March 31, 2019	**0.12**	**20.02**

(This space has been intentionally left blank)

SUNIL & COMPANY OSWAL
FRN:016520N
New Delhi
Chartered Accountants

(All amounts are in INR Millions, unless otherwise stated)

20 Non-Current Financial Liabilities - Borrowings

Particulars	As at March 31, 2019
Secured Borrowings	
Term Loans - from Banks*	465.34
Less : Current maturities of long term debt - Term Loans	(52.20)
Total	**413.14**

* net off of Rs.0.79 Millions (2019: Rs. 1.10 Millions) as finance charge

Notes:

a) Secured by way of first pari passu charge over entire movable Property Plant and Equipments of the Group and immovable Property Plant and Equipment of the Group by equitable mortgage of properties situated at Ghaziabad, Goa and Belikhol. These are further secured by second pari passu charge on entire current assets of the Group and personal guarantee of the Directors of the Group Companies.

b) Term Loans - Repayment schedule and rate of interest

Particulars	As at March 31, 2019
Secured	
Weighted Ave. Rate of Interest	9.22%
Outstanding amount	**465.34**
Repayment Due	
FY 2019-20	52.20
FY 2020-21	115.67
Remaining payable upto 2028-29	297.47

21 Non-Current Liabilities - Provisions

Particulars	As at March 31, 2019
Provisions for Employee Benefits (refer note 37)	
Provision for Leave Encashment	5.94
Total	**5.94**

22 Current Financial Liabilities - Borrowings

Particulars	As at March 31, 2019
Borrowings - Loans repayable on demands	
Secured	
(i) from banks - Working Capital	401.10
(ii) Current maturities of Long term borrowings (refer note 20)	52.20
Unsecured	
(i) from banks - Vendors bills discounting	-
Total	**453.30**

Notes:

a. 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 Group, both present and future. These loans are further secured by second pari passu charge over the entire movable Property Plant and Equipments of the Group and immovable Property Plant and Equipments of the Group by equitable mortgage of properties situated at Ghaziabad, Goa and Belikhol and personal guarantee of the Directors of the Group Companies.

b. Unsecured loan of Vendor Bill discounting as Electronic Vendor Financing Scheme is Repayable on due dates as agreed with the Vendors.

OSWAL SUNIL & COMPANY
FRN:016520N
New Delhi
Chartered Accountants

ELIN ELECTRONICS LIMITED
Notes to Special Purpose Consolidated Ind AS Financials
(All amounts are in INR Millions, unless otherwise stated)

23 Current Financial Liabilities - Trade Payables

Particulars	As at March 31, 2019
Trade Payables	
Due to Micro and Small Enterprises (refer note 38)	74.69
Others	845.84
Total	**920.53**

24 Other Financial Liabilities - Current

Particulars	As at March 31, 2019
Security deposit	0.06
Expenses Payables *	101.09
Total	**101.15**

*includes primarily Salaries & Bonus Payable and other expenses payable

25 Other Current Liabilities

Particulars	As at March 31, 2019
Advances from Customers	14.81
Statutory Liabilities payable	27.71
Total	**42.52**

26 Current Liabilities - Provisions

Particulars	As at March 31, 2019
Provisions for Employee Benefits (refer note 37)	
Provision for Gratuity	0.56
Provision for Leave Encashment	7.13
Total	**7.69**

OSWAL SUNIL & COMPANY
FRN:016520N
New Delhi
Chartered Accountants

(All amounts are in INR Millions, unless otherwise stated)

27 Revenue from operations

Particulars	For the year ended March 31, 2019
Sale and Services	
- Sale of Products	8,101.68
- Sale of Services	22.84
Other Operating Revenues	
- Scrap sale	156.17
- Export Incentives	4.75
Total	**8,285.45**

27.1 Contract Balances

Receivables, which are included in 'trade receivables'	1,374.66

27.2 Revenue from sale of products / services disaggregated by primary geographical market

India	8,195.60
Outside India	89.85
Total revenue from contracts with customers	**8,285.45**

28 Other Income

Particulars	For the year ended March 31, 2019
Other non-operating income	
Interest on Bank Deposits	4.06
Dividend Received	4.58
Gain/(loss) on sale of current investments measured at FVTPL	(2.88)
Fair value gain/(loss) on investments measured at FVTPL	1.60
Rent Received	0.24
Sundry Balances Written Back	2.54
Profit on sales of Property, Plant and Equipment	1.27
Exchange Fluctuation Gain (Net)	0.50
Total	**11.92**

29 Cost of Material Consumed

Particulars	For the year ended March 31, 2019
Opening Balance	512.71
Add : Purchases during the year	5,954.02
	6,466.74
Less: Closing Stock	555.49
Total material consumed	**5,911.24**

30 Change in inventories of finished goods, work-in progress and stock-in trade

Particulars	For the year ended March 31, 2019
Closing Stock	
Finished Goods	92.80
Stock in Trade- Goods	0.05
Work in process	166.27
	259.12
Opening Stock	
Finished Goods	112.01
Stock in Trade- Goods	0.06
Work in process	145.35
	257.41
Total	**(1.71)**

31 Employee Benefits Expenses

Particulars	For the year ended March 31, 2019
Salaries, bonus and allowances	866.26
Contribution to Provident and other funds	56.25
Staff welfare expenses	21.74
Total	**944.25**

OSWAL SUNIL & COMPANY
CA
FRN:016520N
New Delhi
Chartered Accountants

(All amounts are in INR Millions, unless otherwise stated)

32 Finance Costs

Particulars	For the year ended March 31, 2019
Interest expense on financial liabilities measured at amortised cost :	
- on borrowings	127.51
- on lease liabilities	0.14
- other Interest cost	0.03
Other borrowing cost	2.02
Total	**129.70**

33 Other Expenses

Particulars		For the year ended March 31, 2019
Manufacturing Expenses		
Power and Fuel & Water Charges		149.11
Carriage Inwards Expenses		19.67
Processing Charges		222.94
Consumable Stores		22.27
Testing & Calibration Expenses		2.32
Repairs and Maintenance		77.95
	(A)	**494.26**
Selling and Distribution Expenses		
Advertisement & Sales promotion expenses		2.75
Carriage & Octroi (Outward)		20.44
	(B)	**23.19**
Establishment Expenses		
Rent		3.95
Rates and Taxes		3.73
Auditors' Remuneration		
- Audit Fees		1.16
- In Other Capacity		0.52
Legal and Professional Charges		7.35
Communication Expenses		2.90
Travelling and Conveyance Expenses		24.97
Vehicle Running & Maintenance		17.18
Insurance Expenses		5.14
Bad debts, other balances written off (net)		7.45
Provision for Doubtful Receivables		(0.54)
Sitting Fees to non-executive directors		0.04
Corporate Social Responsibility Expenses (refer note 44)		5.56
Research & Product Development Expenses		66.28
Exchange Fluctuation Loss (Net)		-
Net Loss / (Gain) on Sale of Property Plant and Equipment		-
Miscellaneous Expenditure		20.30
	(C)	**166.00**
Total (A to C)		**683.45**

34 Earning per Share (EPS)

Particulars	For the year ended March 31, 2019
Basic & Diluted Earnings per share :	
Profit & Loss for the year	290.51
Profit attributable to ordinary shareholders (A)	290.51
Weighted average number of ordinary shares (B)	68,06,700
Nominal value of ordinary share	**Rs. 10/-**
Earnings per share - Basic & Diluted (A/B) - Rs.	**42.68**

OSWAL SUNIL & COMPANY
FRN:016520N
New Delhi
Chartered Accountants

(All amounts are in INR Millions, unless otherwise stated)

35 Impact and future uncertainties relating to Global health pandemic from COVID-19

The Group has considered the possible effects that may result from the pandemic relating to COVID-19 in the preparation of the Special Purpose Consolidated Ind AS Financials including there coverability of carrying amounts of financial and non financial assets. Further the impact assessment does not indicate any adverse impact on the ability of the Group to continue as a going concern. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the Group has, at the date of approval of the Special Purpose Consolidated Ind AS Financials, used internal and external sources of information including credit reports and related information and economic forecasts and expects that the carrying amount of the assets will be recovered. The impact of COVID-19 on the Group's Special Purpose Consolidated Ind AS Financials may differ from that estimated as at the date of approval of these Special Purpose Consolidated Ind AS Financials.

36 Disclosure with respect to Ind AS 116 - Leases

The Group has entered into agreements for leasing lease hold lands on lease. On transition, the adoption of the new standard resulted in recognition of 'Right of Use' asset of INR 0.79 Millions and a lease liability of INR 1.86 Millions.

The following is the summary of practical expedients elected on initial application:
1. Applied a single discount rate to a portfolio of leases of similar assets in similar economic environment with a similar end date.
2. Applied the short-term lease exemption to leases with lease term that ends within 12 months at the date of initial application.
3. Excluded the initial direct costs from the measurement of the right-of-use asset at the date of initial application.
4. Used hindsight in determining the lease term where the contract contains options to extend or terminate the lease.
5. The accounting for operating leases with a remaining lease term of less than 12 months as at April 1, 2019 as short-term leases.

On adoption of Ind AS 116, the Group recognised lease liabilities in relation to leases which had previously been classified as 'operating leases' under previous GAAP. These liabilities were measured at the present value of the remaining lease payments, discounted using the lessee's incremental borrowing rate.

Information about Leases Assets for which the Group is a lessee is presented below :

Particulars	As at March 31, 2019
Balance as at beginning of the year	-
Additions	0.80
Deletions	-
Depreciation*	(0.01)
Balance as at end of the year	**0.79**

*The aggregate depreciation expense on Right-of-use assets is included under depreciation expense in the Special Purpose Consolidated Ind AS Statement of Profit & Loss.

The changes/movement in Lease Liabilities of the Group are as follows:

Particulars	As at March 31, 2019
Balance as at beginning of the year	-
Additions	1.73
Deletions	-
Payment of lease liabilities	-
Accreditation of interest	0.14
Balance as at end of the year	**1.86**
Current Liabilities	0.05
Non-Current Liabilities	1.81
Total cash outflow for leases	-

The Group does not face a significant liquidity risk with regard to its lease liabilities as the current assets are sufficient to meet the obligations related to lease liabilities as and when they fall due. Such lease liabilities are related to Leasehold lands having maturity period of more than 5 year.

The table below provides details regarding amounts recognised in the Special Purpose Consolidated Ind AS Statement of Profit & Loss:

Particulars	For the year ended March 31, 2019
Expenses relating to short-term leases and/or leases of low-value items	3.95
Interest on lease liabilities	0.14
Depreciation expense	0.01
Total	**4.10**

Lease contracts entered by the Group majorly pertains for buildings and lands taken on lease to conduct its business in the ordinary course. The Group does not have any lease restrictions and commitment towards variable rent as per the contract. The leases that the Group has entered with lessors towards properties used as ware houses/ offices are short term in nature and no changes in terms of those leases are expected due to the COVID-19.

OSWAL SUNIL & COMPANY
CA
FRN:016520N
New Delhi
Chartered Accountants

37 The Group has recognised the following amounts in the Special Purpose Consolidated Ind AS Financials as per Ind AS - 19 "Employees Benefits" as specified in the Companies (Indian Accounting Standards) Rules, 2015:

a) Defined Contribution Plan

Contribution to Defined Contribution Plan, recognised are charged to the Special Purpose Consolidated Ind AS Statement of Profit & Loss for the year as under :

Particulars	For the year ended March 31, 2019
Employer's Contribution to Provident Fund and other	56.25

b) Defined Benefit Plan

The employees' gratuity fund scheme is managed by Kotak Mahindra Old Mutual Life Insurance Limited, Bajaj Allianz Life Insurance Co. Ltd and Birla Sun Life Insurance Co. Ltd. which is a defined benefit plan. The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation and the obligation for leave encashment is recognised in the same manner as gratuity.

Particulars	Gratuity (Funded)	Lease Encashment
	For the year ended March 31, 2019	For the year ended March 31, 2019
Actuarial assumptions		
Discount rate (per annum)	7.50%	7.50%
Salary Escalation Rate	5.00%	5.00%
Average remaining working lives of employees (Years)	24.18	
Table showing changes in present value of obligations :		
Present value of obligation as at the beginning of the year	84.01	10.42
Interest Cost	6.54	0.81
Current Service Cost	10.55	5.72
Benefits paid	(4.89)	(1.82)
Actuarial (gain)/ loss on obligations	14.05	(2.07)
Present value of obligation as at the end of the year	110.26	13.07
Table showing changes in the fair value of plan assets :		
Fair value of plan assets at beginning of the year	114.06	8.67
Actual return of plan assets	8.87	0.67
Employer contribution	10.50	1.82
Benefits paid	(4.89)	(1.82)
Actuarial gain/ (loss) on obligations	0.58	(0.03)
Charges deducted	-	-
Fair value of plan assets at the end of year	129.12	9.31
Other Comprehensive Income		
Actuarial (gain) / loss for the year - Obligation	14.05	(2.07)
Actuarial (gain) / loss for the year - Plan assets	(0.58)	(0.03)
Total (gain) / loss for the year	12.46	(2.10)
The amounts to be recognized in Special Purpose Consolidated Ind AS Balance Sheet :		
Present value of obligation as at the end of the year/ period	110.26	13.07
Fair value of plan assets as at the end of the year/ period	129.12	9.31
Net asset/ (liability) recognised in Special Purpose Consolidated Ind AS Balance Sheet	(18.86)	3.76
Expenses recognised in Special Purpose Consolidated Ind AS Statement of Profit & Loss :		
Current service cost	10.55	5.72
Interest Cost	(2.33)	0.14
Expenses recognised in the Special Purpose Consolidated Ind AS Statement of Profit & Loss	8.22	5.86
Sensitivity analysis of the defined benefit obligation:		
Impact of the change in Discount Rate		
Present Value of Obligation at the end of the period	110.26	13.07
Impact due to increase of 1%	(7.65)	(0.60)
Impact due to decrease of 1%	8.90	0.42
Impact of the change in salary increase		
Present Value of Obligation at the end of the period	110.26	13.07
Impact due to increase of 1%	8.29	0.67
Impact due to decrease of 1%	5.26	(0.58)

Sensitivities due to mortality & withdrawals are insignificant & hence ignored.

Maturity profile of defined benefit obligation:		
Year 1	22.53	7.13
Year 2	7.12	0.45
Year 3	6.35	0.43
Year 4	8.86	0.60
Year 5	7.90	0.46
Year 6 to 10	48.75	2.82

OSWAL SUNIL & COMPANY
FRN:016520N
New Delhi
Chartered Accountants

Investment Details		
Funds managed by Insurance Companies	128.72	9.31
Cash / Bank Balance	0.40	-

Note: The estimates of rate of escalation in salary considered in actuarial valuation, takes into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market. The above information is certified by the Actuarial Valuer.

38 **Disclosure as required under Micro, Small and Medium Enterprises Development Act, 2006 (the Act):**

Particulars	As at March 31, 2019
Principal amount due to micro & small enterprises	74.69
Interest due on above	-
Interest paid during the period beyond the appointed day	-
Amount of interest due and payable for the period of delay in making payment without adding the interest specified under the Act.	Nil
Amount of interest accrued and remaining unpaid at the end of the period	-
Amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to small enterprises for the purpose of disallowance as a deductible expenditure under Sec.23 of the Act	Nil

Note: The above information and that given in Note 23' Trade Payables' regarding Micro and Small Enterprises has been determined on the basis of information available with the Group and has been relied upon by the auditors.

39 **Commitments and Contingencies**

(a) **Contingent Liabilities not provided for in respect of :**

Particulars	As at March 31, 2019
(i) Unexpired Letters of Credit	29.91
(ii) Guarantees given by banks on behalf of the Group	2.43
(iii) Claims against the Group towards sales tax, provident fund, GST, income tax and others in dispute not acknowledged as debt	19.25

Notes:

i) The Group's pending litigations comprise of claims against the Group and proceedings pending with Tax Authorities. The Group has reviewed all its pending litigations and proceedings and has made adequate provisions, wherever required and disclosed the contingent liabilities, wherever applicable, in its Special Purpose Consolidated Ind AS Financials. The Group does not expect the outcome of these proceedings to have a material impact on its financial position.

ii) The Group periodically reviews all its long term contracts to assess for any material foreseeable losses. Based on such review wherever applicable, The Group has made adequate provisions for these long term contracts in the books of account as required under any applicable law/accounting standard.

iii) 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 in to effect has not been notified. The Group 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.

iv) The Group does not have outstanding term derivative contracts as at the end of respective years / period.

(b) **Capital Commitments**

Particulars	As at March 31, 2019
Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances)	41.97

40 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 significantly differ from the amount at which it is stated.

41 **Other Comprehensive Income (OCI)**

Under Ind AS, all items of income and expense recognised in a period should be included in profit or loss for the period, unless a standard requires or permits otherwise. Item of income / expense that is not recognised in profit or loss but is shown in the Special Purpose Consolidated Ind AS Statement of Profit & Loss as 'other comprehensive income' includes Gain/(Loss) on Equity Instruments designated through OCI and Actuarial (gain)/ loss on employees benefits obligations. The concept of other comprehensive income did not exist under the previous GAAP.

OSWAL SUNIL & COMPANY
FRN:016520N
New Delhi
Chartered Accountants

42 **"Related Party Disclosures" as required by Ind AS - 24 :**

(i). Name and description of related parties.

Relationship	Name of Related Party	
(a) Wholly Owned Subsidiary:	Elin Appliances Private Limited	
(b) Key management personnel :	Sh. M.L. Sethia	(Chairman)
	Sh. Kamal Sethia	(Managing Director)
	Sh. Vinay Kumar Sethia	(Whole Time Director- Commercial)
	Sh. Kishor Sethia	(Whole Time Director - Works)
	Sh. Sanjeev Sethia	(Whole Time Director - EMS)
	Sh. Sumit Sethia	(Whole Time Director - Goa Operation) (w.e.f. 03rd Jun'2020)
	Sh. Vikas Sethia	(Director of Subsidiary Company) (Ceased w.e.f. 26th Nov'2020)
	Sh. Sharad Sethia	(Director of Subsidiary Company) (Ceased w.e.f. 19th Oct'2020)
	Sh. Gaurav Sethia	(Director of Subsidiary Company) (w.e.f. 13th July'2020)
	Smt. Priyanka Sethia	(Director of Subsidiary Company) (w.e.f. 30th Oct'2020)
	Sh. Pradeep Sethia	(Director of Subsidiary Company) (w.e.f. 05th Dec'2020)
	Sh. Avinash Karwa	(Company Secretary)
(c) Post Employment Benefit Plans	Elin Employees Group Gratuity Trust	
	Elin Appliances Pvt. Ltd. Employees Gratuity Trust	
(d) Enterprises owned or Significantly influenced by key management personnel or their relatives.	Kanchan Commercial Co. Pvt. Ltd.	
	Magtronic Devices Pvt. Ltd.	
	Sethia Oil Industries Limited	

Note: Related party relationship is as identified by the Group and relied upon by the auditors

(ii). Nature of transactions - The transactions entered into with the related parties during the year along with related balances as at respective years/period are as under:

Particulars	For the year ended March 31, 2019
Purchases/receiving of Goods & services	
Elin Appliances Private Limited	4.17
Sales/rendering of Goods and Materials	
Elin Appliances Private Limited	369.62
Sethia Oil Industries Ltd.	0.03
Purchase of Property, Plant and Equipment	
Magtronic Devices Pvt. Ltd.	-
Elin Appliances Private Limited	4.50
Income - Rent /Other income	
Magtronic Devices Pvt. Ltd.	0.24
Elin Appliances Private Limited	0.44
Expenses - Rent /Other expenses	
Magtronic Devices Pvt. Ltd.	-
Kanchan Commercial Co. Pvt.Ltd.	0.60
Elin Appliances Private Limited	2.40
Closing Balances of Receivables	
Elin Appliances Private Limited	31.14
Contribution towards Gratuity Liabilities	
Elin Employees Group Gratuity Trust	3.50
Elin Appliances Pvt. Ltd. Employees Gratuity Trust	7.00
Remuneration of Key Management Personnel *	
Sh. M.L. Sethia	3.64
Sh. Kamal Sethia	5.52
Sh. Kishor Sethia	5.25
Sh. Sanjeev Sethia	5.29
Sh. Vinay Kumar Sethia	3.88
Sh. Vikas Sethia	3.79
Sh. Sharad Sethia	9.68
Sh. Avinash Karwa	1.88

* As the future liability for gratuity and leave encashment is provided on an actuarial basis for the company as a whole, the amount pertaining to the directors is not ascertainable and therefore, not included above.

43 **Segment Reporting**

a. The Board of directors of Elin Electronics Limited takes decision in respect of allocation of resources and assesses the performance basis the reports/ information provided by functional heads and is thus considered to be Chief Operating Decision Maker. During the years/period under consideration, the Group operated only one segment i.e., manufacturing of Electronics Manufacturing Services.

OSWAL SUNIL & COMPANY
FRN:016520N
New Delhi
Chartered Accountants

b. Geographical Information

The geographical information analyses the Group's revenues by the Group's country of domicile (i.e. India) and other countries. In presenting the geographical information, segment revenue has been based on the geographic location of customers. The following is the distribution of the Group's consolidated revenues and receivables by geographical market, regardless of where the goods were produced:

Particulars	For the year ended March 31, 2019
i. Revenue from customers	
India	8,195.60
Outside India	89.85
Total revenue	**8,285.45**
ii. Trade receivables	
India	1,362.34
Outside India	12.32
Total trade receivable	**1,374.66**

iii. The Group has common non-current assets for business in domestic and overseas markets. Hence, separate figures for non-current assets/ additions to property, plant and equipment have not been furnished.

c. Information about major customers (from external customers)

Revenue of approximately 55% (FY 2019: 59%) are derived from 2 Nos. (FY 2019: 2 Nos.) external customers which individually accounted for more than 10%.

44 **Corporate social responsibility expenses:**

	Particulars	For the year ended March 31, 2019
a	amount required to be spent by the Group during the year,	**5.11**
b	amount of expenditure incurred,	5.56
f	nature of CSR activities,	
	On promotion of Education	0.24
	On promoting health care including preventive health care and sanitation	5.32
	On contribution to the Prime Minister's Citizen Assistance and Relief in Emergency Situations Fund (PM CARES Fund)	-
	On Eradicating Hunger, Poverty And Malnutrition	-
	Ensuring environmental sustainability, ecological balance, maintaining quality of soil, air & water	-

45 **Financial Instruments and risk management**

The Group's principal financial liabilities, other than derivatives, comprise loans and borrowings, trade and other payables and lease liabilities. The main purpose of these financial liabilities is to finance the Group's operations. The Group's principal financial assets include cash and cash equivalents, trade and other receivables that derive directly from its operations.

The Group's business activities expose it to a variety of financial risks, namely liquidity risk, market risks and credit risk. The management has the overall responsibility for the establishment and oversight of the Group's risk management framework. The Group has constituted a Risk Management Committee, which is responsible for developing and monitoring the Group's risk management policies. The Group's risk management policies are established to identify and analyse the risks faced by the Group, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Group's activities.

45.1 Financial Instruments by category

Particulars	As at March 31, 2019		
	FVTPL	FVTOCI	Amortized Cost
Financial Assets			
(i) Investments- Equity Instruments(level 2)	-	0.92	-
(ii) Investments- Mutual Funds (level 1)	133.08	-	-
(iii) Trade receivables	-	-	1,374.66
(iv) Cash and cash equivalents	-	-	31.17
(v) Bank balances other than (iii) above	-	-	1.62
(vi) Loans	-	-	5.44
(vii) Other Financial Assets	-	-	39.45
Total financial assets	**133.08**	**0.92**	**1,452.35**
Financial liabilities			
(i) Borrowings	-	-	866.44
(ii) Lease Liabilities	-	-	1.86
(iii) Trade payables	-	-	920.53
(iv) Other financial liabilities	-	-	101.15
Total Financial liabilities	-	-	**1,889.98**

Fair valuation of financial assets and liabilities with short term maturities is considered as approximate to respective carrying amount due to the short term maturities of these instruments

The fair value hierarchy is based on inputs to valuation techniques that are used to measure fair value that are either observable or unobservable and are categorized into Level 1 , Level 2 and Level 3 inputs. There are no transfers between level 1, level 2 and level 3 during the years presented

Significant estimates:

The fair value of financial instruments that are not traded in an active market is determined using valuation techniques. The Group uses its judgement to select a variety of methods and make assumptions that are mainly based on market conditions existing at the end of each reporting period.

OSWAL SUNIL & COMPANY
New Delhi
Chartered Accountants

45.2 Management of Financial Risk

Liquidity risk

Liquidity risk is the risk that the Group will face in meeting its obligations associated with its financial liabilities. The Group's approach to managing liquidity is to ensure that it will have sufficient funds to meet its liabilities when due without incurring unacceptable losses. In doing this, management considers both normal and stressed conditions.

The following table shows the maturity analysis of the Group's financial liabilities based on contractually agreed undiscounted cash flows as at the year closing date.

	Notes Nos.	Carrying amount	Less than 12 months	More than 12 months	Total
As at March 31, 2019					
Borrowings (excluding lease liabilities)	20, 22	866.44	453.30	413.14	**866.44**
Lease Liabilities	36	1.86	0.05	1.81	**1.86**
Trade payables	23	920.53	920.53	-	**920.53**
Other liabilities	24	101.15	101.15	-	**101.15**

Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk, such as equity price risk. Financial instruments affected by market risk include loans and borrowings, deposits, FVTOCI & FVTPL investments.

Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flow of a financial instrument will fluctuate because of change in market interest rates. The Group does not expose to the risk of changes in market interest rates as Group's long and short term debt obligations are of fixed interest rate.

Currency risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Group's exposure to the risk of changes in foreign exchange rates relates primarily to its operating activities (when certain purchases and trade payables are denominated in a foreign currency).

The Group undertakes transactions denominated in foreign currencies and consequently, exposes to exchange rate fluctuations. The Group does not enter into trade financial instruments including derivate financial instruments for hedging its foreign currency risk. The appropriateness of the risk policy is reviewed periodically with reference to the approved foreign currency risk management policy followed by the Group.

Credit Risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Group is exposed to credit risk from its operating activities (primarily trade receivables) and from its financing activities, including deposits with banks and other financial instruments.

Trade Receivables

Customer credit risk is managed by each business unit subject to the Group established policy, procedures and control relating to customer credit risk management. To manage trade receivable, The Group periodically assesses the financial reliability of customers, taking into account the financial conditions, economic trends, analysis of historical bad debts and aging of such receivables.

The maximum exposure to credit risk at the reporting date is the carrying value of each class of financial assets disclosed in Note 45. The Group does not hold collateral as security. The Group evaluates the concentration of risk with respect to trade receivables as low, as its customers are located in several jurisdictions and industries and operate in largely independent markets.

Financial instruments and cash deposits

Credit risk from balances with banks and financial institutions is managed by the management in accordance with the Group's policy. Counterparty credit limits are reviewed by the management on an annual basis, and may be updated throughout the year. The limits are set to minimise the concentration of risks and therefore mitigate financial loss through counterparty's potential failure to make payments.

None of the Group's financial assets are either impaired or past due, and there were no indications that defaults in payment obligations would occur.

Capital management

Capital includes issued equity capital and share premium and all other equity reserves attributable to the equity holders. The primary objective of the Group's capital management is to safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders, and Maintain an optimal capital structure to reduce the cost of capital. The capital structure of the Group is based on management's judgment of its strategic and day-to-day needs with a focus on total equity so as to maintain investor and creditors confidence.

The following table provides detail of the debt and equity at the end of the reporting period :

Particulars	As at March 31, 2019
Gross Debt	866.44
Less : Cash and Cash equivalents (Note 13)	31.17
Net Debt (A)	**835.27**
Total Equity (B)	1,989.37
Net Debt to Equity Ratio (A/B)	**0.42**

46 **Foreign Currency Exposure**

The Group undertakes transactions denominated in foreign currencies; consequently, exposures to exchange rate fluctuations will arise.

OSWAL SUNIL & COMPANY * Chartered Accountants * CA FRN:016520N New Delhi

The carrying amounts of The Group's foreign currency denominated monetary assets and monetary liabilities at the end of the reporting period are as follows:

Particulars		As at March 31, 2019
Trade payable	USD/INR	70.18
	Amount in FC	*9,98,095.58*
	JPY/INR	-
	Amount in FC	-
	CNY/INR	-
	Amount in FC	-
Trade receivable	USD/INR	12.32
	Amount in FC	*1,75,222.91*

Foreign currency sensitivity analysis:

The following details are demonstrate The Group's sensitivity to a 5% increase and decrease in the INR against the relevant foreign currencies. The sensitivity analysis includes only outstanding foreign currency denominated monetary items as tabulated above and adjusts their translation at the period end for a 5% change in foreign currency rates. A positive number below indicates an increase in profit or equity and vice-versa.

Impact on profit or loss		As at March 31, 2019
INR strengthens by 5%	USD Impact	(2.89)
	JPY Impact	-
	CNY Impact	-
INR weakening by 5%	USD Impact	2.89
	JPY Impact	-
	CNY Impact	-

47 First Time Adoption of Ind AS

The Special Purpose Consolidated Ind AS Balance Sheet of the Group as at March 31, 2019 and the Special Purpose Consolidated Ind AS Statement of Profit & Loss, the Special Purpose consolidated statement to changes in equity and the Special Purpose Consolidated Statement of Cash Flows for the period ended March 31, 2019 and Notes to Special Purpose financial statement has been prepared under Indian Accounting Standards (Ind AS') notified under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015 as amended by Companies (Indian Accounting Standards) Rules, 2016 and other relevant provisions of the Act, to the extent applicable.

The information for the years ended March 31, 2019 included in this Special Purpose consolidated Ind AS financial statements have been compiled from special purpose consolidated Ind AS financial statements of respective years being prepared by the management in accordance with the Indian Accounting Standard (Ind AS) (the "Special Purpose Ind AS Consolidated Financial Statements") by making Ind AS adjustments to the audited consolidated financial statements of the Company as at and for the year ended March 31, 2019 prepared in accordance with previous GAAP. For the purpose of Special Purpose Ind AS Consolidated Financial Statements for the years ended March 31, 2019, the Group has followed the same accounting policy and accounting policy choices (both mandatory exceptions and optional exemptions availed as per Ind AS 101) as initially adopted on transition date i.e. April 01, 2020.

In addition to the adjustments carried herein, the Group has also made material restatement adjustments in accordance with SEBI Circular and Guidance Note (refer Annexure VII). Together these constitute the Special Purpose Consolidated Ind AS Financials.

A. Exemptions and Exceptions Availed

The accounting policies set out in Note 2 have been applied in preparing the Special Purpose Consolidated Ind AS Financials. Set out below are the applicable Ind AS 101 optional exemptions and mandatory exceptions applied in the transition from previous GAAP to Ind AS.

A.1 Ind AS optional exemptions

A.1.1 Deemed cost for property, plant and equipment and intangible assets

Ind AS 101 permits a first-time adopter to elect to continue with the carrying value for all of its property, plant and equipment as recognised in the financial statement as at the date of transition to Ind AS, measured as per previous GAAP and used that as its deemed cost as at the date of transition after making necessary adjustment for decommissioning liabilities. Accordingly, the Group has elected to measure all of its property, plant and equipment at their previous GAAP carrying value as at transition date April 01, 2020. For the purpose of Special Purpose Consolidated Ind AS Financials for the year ended March 31, 2019 the Group has provided the depreciation based on the estimated useful life of respective years.

The Group has elected to measure intangible assets at the Previous GAAP carrying amount as its deemed cost on the date of transition to Ind AS.

A.1.2 Business Combination

The Group has applied the exemption as provided in Ind AS 101 on non-application of Ind AS 103, "Business Combinations" to business combinations consummated prior to the transition Date.

A.1.3 Fair value measurement of financial assets or financial liabilities at initial recognition

Ind AS 101 provides the option to apply the requirements in paragraph B5.1.2A (b) of Ind AS 109 prospectively to transactions entered into on or after the date of transition to Ind AS. The Group elected to apply the Ind AS 109 prospectively to financial assets and financial liabilities after its transition date.

A.1.4 Leases

The Group has adopted Ind AS 116 by applying exemption provided under Ind AS 101. Following approach is followed on transition date (April 01, 2020) when applying Ind AS 116 initially:

i) lease liability is recognised, for leases which were previously classified as operating leases, by measuring the present value of the remaining lease payments, discounted using the incremental borrowing rate at the date of initial application.

ii) a right of use assets is recognised at an amount equal to the lease liability, adjusted by the amount of any prepaid or accrued lease payments relating to that lease recognised in the Statement of assets and liabilities immediately before the date of initial application.

The Group also applied the available practical expedients wherein it:

a)Used a single discount rate to a portfolio of leases with reasonably similar characteristics

b)Applied the short-term leases exemptions to leases with lease term that ends within 12 months at the date of initial application

c)Excluded the initial direct costs from the measurement of the right-of-use asset at the date of initial application

OSWAL SUNIL & COMPANY Chartered Accountants FRN:016520N New Delhi

A.2 Ind AS mandatory exceptions

A.2.1 De-recognition of financial assets and liabilities

Ind AS 101 requires a first-time adopter to apply the de-recognition provisions of Ind AS 109 prospectively for transactions occurring on or after the date of transition to Ind AS. The Group has elected to apply the de-recognition provisions of Ind AS 109 prospectively from the date of transition to Ind AS.

A.2.2 Classification and measurement of financial assets

Ind AS 101 requires an entity to assess classification of financial assets on the basis of facts and circumstances existing as at the date of transition. Further, the standard permits measurement of financial assets accounted at amortised cost based on facts and circumstances existing at the date of transition if retrospective application is impracticable. Accordingly, the Group has determined the classification of financial assets based on facts and circumstances that exist on the date of transition. Measurement of financial assets accounted at amortised cost has been done retrospectively except where the same is impracticable.

A.2.3 Estimates

On assessment of the estimates made under the previous GAAP financial statements, the Group has concluded that there is no necessity to revise the estimates under Ind AS, as there is no objective evidence of an error in those estimates. However, estimates that were required under Ind AS but not required under previous GAAP are made by the Group for the relevant reporting dates reflecting conditions existing as at that date. Key estimates considered in preparation of financial statements that were not required under the previous GAAP are listed below:

-Fair valuation of financial instruments carried at FVTPL

-Determination of the discounted value for financial instruments carried are amortised cost.

-Impairment of financial assets based on the expected credit loss model.

B. Reconciliations between previous GAAP and Ind AS

Ind AS 101 requires an entity to reconcile equity, total comprehensive income and cash flows for prior periods. The following tables represent the reconciliations from previous GAAP to Ind AS.

B.1 Reconciliation of total equity between previous GAAP and Ind AS

	Notes to first-time adoption	As at March 31, 2019
Total Equity (shareholders funds) as per previous GAAP		**1,902.25**
Adjustments:		
- Leases	C.6	(0.75)
- Depreciation on PPE	C.1	98.59
- Fair valuation of investment in mutual funds	C.4	6.21
- Financial assets measured at FVOCI	C.2	0.12
- Actuarial valuation impact on employee benefits	C.3	18.21
- Allowance for expected credit loss	C.7	(1.99)
- Interest Expenses on borrowings using EIR	C.5	1.10
- Tax adjustments	C.8 & D.1	(34.36)
Total Adjustments		87.12
Total Equity as per Restated Ind AS		**1,989.37**

B.2 Reconciliation of total comprehensive income between previous GAAP and Ind AS

	Notes to first-time adoption	For the year ended March 31, 2019
Profit After Tax as per previous GAAP		**226.44**
Adjustments:		
- Leases	C.6	(0.15)
- Depreciation on Property, Plant and Equipment	C.1	98.59
- Fair valuation of investment in mutual funds	C.4	(0.01)
- Actuarial valuation impact on employee benefits	C.3	(11.21)
- Remeasurements of the defined benefit plans reclassified to OCI	C.3	11.40
- Allowance for expected credit loss	C.7	0.54
- Interest Expenses on borrowings using EIR	C.5	1.10
- Tax adjustments	C.8 & D.1	(36.18)
Net profit under Ind AS		**290.51**
Add: Other Comprehensive Income(Net of Tax)		(8.50)
Total Comprehensive Income for the Year		**282.02**

B.3 Impact of Ind AS adoption on the Restated Summary Statement of Cash Flows

There were no material differences between the restated summary statement of cash flow and cash flow statement under previous GAAP.

C. Notes to First Time Adoption:

C.1. Depreciation on Property, Plant and Equipment

Under previous GAAP, the Group used to depreciate its tangible assets, except leasehold improvements under Written Down Value ('WDV') method. To reflect the pattern in which asset's future economic benefits are expected to be consumed, the Group with effect from April 01, 2020 has changed its method of depreciation to Straight Line Method ('SLM') in respect of the assets which were hitherto depreciated under WDV method. As a consequence, the depreciation in the Special Purpose Consolidated Ind AS Statement of Profit & Loss for the year ended March 31, 2019 is reduced and corresponding increase in the value of fixed assets.

C.2. Equity Instruments designated through OCI

Under the Previous GAAP, investments in equity instruments were classified as long-term investments based on the intended holding period and realisability. Long-term investments were carried at cost less provision for other than temporary decline in the value of such investments. Under Ind AS, these investments (other than Investment in subsidiaries, associates/ joint ventures) are required to be measured at fair value. Fair value changes with respect to investments in equity instruments designated as at FVOCI have been recognised in FVOCI equity instruments reserve as at the date of transition and subsequently in the other comprehensive income.

OSWAL SUNIL & COMPANY
FRN:016520N
New Delhi
Chartered Accountants

C.3. Actuarial valuation impact on employee benefits

Provision for gratuity and leave encashment has been restated by the Group for the year ended March 31, 2019 in accordance with Ind AS 19.

Under the previous GAAP, the remeasurements of the defined benefit plans were forming part of the profit or loss for the year. Under Ind AS, these remeasurements of the defined benefit plans i.e. actuarial gains and losses and the return on plan assets, excluding amounts included in the net interest expense on the net defined benefit liability are recognised in other comprehensive income instead of profit or loss.

C.4. Fair valuation of investment in mutual funds

Under Previous GAAP, current investments in instruments such as mutual funds are recognised at cost or net realisable value, whichever is lower. Under Ind AS, these investments are required to be measured at fair value. The resulting fair value changes of these investments have been recognised in retained earnings as at the date of transition and subsequently in the Special Purpose Consolidated Ind AS Statement of Profit & Loss for the year ended March 31, 2019.

C.5. Interest Expenses on borrowings using EIR

Under the previous GAAP, the processing fees for borrowings was charged off as finance cost during the year it was incurred. Under Ind AS, the processing fees has been recognised based on the Effective Interest Rate (EIR) method over the period of loan. Accordingly processing fees has been recognised as prepaid expenses in the year in which it was incurred and amortised over the period of the loan based on the EIR method.

C.6. Leases

Under previous GAAP, lessee classified a lease as an operating or a finance lease based on whether or not the lease transferred substantially all risk and rewards incident to the ownership of an asset. Operating lease were expensed in the consolidated statement of profit and loss. Under Ind AS 116, all arrangement that full under the definition of lease except those for which short-term lease exemption or low value exemption is applied, the Group has recognised a right-of-use assets and a lease liability on the lease commencement date. Right-of-use assets is amortised over the lease term on a straight line basis and lease liability is measured at amortised cost at the present value of future lease payments.

C.7. Allowance for expected credit loss

As per Ind AS 109 requirement, expected credit loss impact on Trade receivable has been worked out for the purpose of restated financial statement and shown as adjustments.

C.8. Deferred tax assets (net)

Under Previous GAAP, deferred taxes were recognized for the tax effect of timing differences between accounting profit and taxable profit for the year using the income statement approach. Under Ind AS, deferred taxes are recognized using the balance sheet for future tax consequences of temporary difference between the carrying value of assets and liabilities and their respective tax bases. Deferred tax has been computed on adjustments made as detailed above and has been adjusted in the Special Purpose Consolidated Ind AS Financials.

C.9. Retained earnings

Retained earnings as at 1st April, 2020 has been adjusted consequent to the above Ind AS transition adjustments. For the purpose of Special Purpose Ind AS Consolidated Financial Statements for the years ended March 31, 2019, the Group has followed the same accounting policy and accounting policy choices as initially adopted on transition date i.e. April 01, 2020.

C.10. Equity Shares pending allotment pursuant to Scheme*

Share capital pending allotment pursuant to the scheme of arrangement was earlier presented under equity share capital under previous GAAP which has now been presented under other equity under Ind AS. There is no impact of the same on the total equity as at March 31, 2019 and total comprehensive income for the year ended March 31, 2019.

48 **Tax Reconciliation**

Particulars	For the year ended March 31, 2019
Net Profit before Tax as per Special Purpose Consolidated Ind AS Statement of Profit & Loss	**379.44**
Current Tax rate @ Applicable Tax Rates	**121.05**
Adjustment:	
Allowability of Depreciation & Employee Benefits	(33.51)
Amount of eligible / ineligible expenditure	0.90
Tax deductions, Exemptions & Losses Set Off	(26.41)
Other adjustments	(3.86)
Tax Provision as per Books	**58.16**

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

i On 3rd Nov'2018, the Board of Parent Company 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 Parent Company, Elin Electronics Limited ("EEL" or "Parent Company" 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 B689. 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. 0.75 Million of ASIAN and Rs. 20 Million of ROSEBUD had been consolidated with the Authorised Share Capital of the Parent Company and the Authorised Share Capital of the Parent Company stands increased to Rs. 102.5 Million.

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 Parent 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 Parent Company and the par value of equity shares allotted by the Parent 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 Parent Company stand cancelled. Also, 1,00,000 shares of ASIAN held by the Parent Company out of its total shares of 4,00,000 stands cancelled.

vii On 22nd January 2020, the Board of Directors of the Parent 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 Parent 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 Parent 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.

OSWAL SUNEJA & COMPANY FRN:015520N New Delhi Chartered Accountants

49 **Additional Information, as required under Schedule III to the Companies Act, 2013, of enterprises consolidated as Subsidiary.**

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 (In Rs)	As % of total consolidated Profit or Loss	Amounts (In Rs)
Elin Electronics Limited					
March 31, 2019	Holding Company	76.12%	1,514.23	66.21%	186.73
Elin Appliances Private Limited					
March 31, 2019	Wholly owned Subsidiary	23.88%	475.14	33.79%	95.29

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

OSWAL SUNIL & COMPANY
CA
FRN:016520N
New Delhi
Chartered Accountants

Sunil Bhansali
Partner
M.No.: 054645

New Delhi, November 09, 2021

For and on behalf of the Board

Kamal Sethia
Managing Director
DIN: 00081116

Sanjeev Sethia
Whole Time Director
DIN: 00354700

Raj Karan Chhajer
Chief Financial Officer
PAN: AAAPC0561C

Avinash Karwa
Company Secretary
M.No.: A20424

New Delhi, November 09, 2021