

**INDEPENDENT AUDITORS' REPORT****To the Members of Elin Electronics Limited****Report on the Audit of Standalone Financial Statements****Opinion**

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

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, and profit, and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Standalone Financial Statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

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

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

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

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

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

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



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

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position and financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India including the Accounting Standards specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditors' Responsibility for the Audit of Standalone Financial Statements

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

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

- Identify and assess the risks of material misstatement of the Standalone Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.



- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Standalone Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Standalone Financial Statements, including the disclosures, and whether the Standalone Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

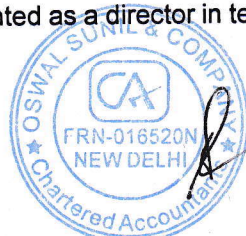
Materiality is the magnitude of misstatements in the Standalone Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Standalone Financial Statements may be influenced. We consider quantitative materiality and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

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ('the Order') issued by the Central Government in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the *Annexure A*, a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Companies Act, 2013, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid Standalone Financial Statements comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of the written representations received from the directors as on 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 27(a) of the Standalone Financial Statements.
 - ii. The Company has made provision, as required under the applicable law & accounting standards for material foreseeable losses, if any and as required under the long-term contracts. The Company does not have any derivative contracts.
 - iii. There has not been an occasion in case of the Company during the year under report to transfer any sums to the Investor Education and Protection Fund. The question of delay in transferring such sums does not arise.

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


CA Sunil Bhansali
Partner

M. No.: 054645

UDIN: 21054645AAAABC6759



Place: New Delhi

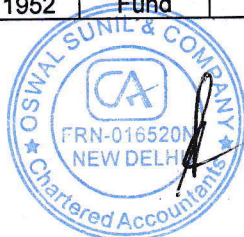
Dated: 16.07.2021

'ANNEXURE A' TO THE INDEPENDENT AUDITORS' REPORT

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

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

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



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

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


CA Sunil Bhansali
Partner

M. No.: 054645

UDIN: 21054645AAAABC6759



Place: New Delhi

Dated: 16.07.2021

'ANNEXURE B' TO THE INDEPENDENT AUDITORS' REPORT

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

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

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

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the Standalone Financial Statements, whether due to fraud or error.

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



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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as on 31st March, 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

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


CA Sunil Bhansali

Partner

M. No.: 054645

UDIN: 21054645AAAABC6759



Place: New Delhi

Dated: 16.07.2021

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

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

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

Sunil Bhansali
CA Sunil Bhansali
Partner
Membership No: 054645



Place : New Delhi
Date : 16 JUL 2021

For and on behalf of the Board

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

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



Avinash Karwa
AVINASH KARWA
Company Secretary
Membership No: A20424

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

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

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

CA Sunil Bhansali
Partner
Membership No: 054645

Place : New Delhi
Date : 16 JUL 2021

For and on behalf of the Board

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

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



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

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

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

Notes :

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

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

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

CA Sunil Bhansali
Partner
Membership No: 054645



Place : New Delhi
Date : 16 JUL 2021

For and on behalf of the Board

M. L. Sethia *Vinay Kumar Sethia*

M.L.SETHIA
Managing Director
DIN: 00081367

VINAY KUMAR SETHIA
Whole-time Director
DIN: 00082184



Avinash Karwa
AVINASH KARWA
Company Secretary
Membership No: A20424

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

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

b Use of Estimates

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

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

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

ii) Intangible Assets

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

iii) Capital Work-in-Progress

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

d Depreciation and Amortisation :

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

e Inventories :

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

f Investments :

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

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

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

ii) Exchange Differences

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

h Impairment of assets:

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

i Revenue Recognition :

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

j Research & Development :

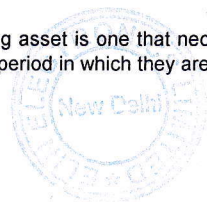
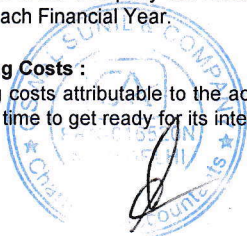
Revenue Expenditure on Research & Development activities are charged to Statement of Profit and Loss in the year in which it is incurred. Capital Expenditure on Research & Development is shown as addition to property plant and equipment.

k Retirement Benefits :

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

l Borrowing Costs :

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



m Recognition of Grants and Subsidy :

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

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

n Provision, Contingent Liabilities And Contingent Assets

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

Contingent liability is disclosed in case of:

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

o Tax on Income

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



ELIN ELECTRONICS LIMITED
NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(Amount in ₹)

2 SHARE CAPITAL

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

2.1 The details of shareholders holding more than 5% shares

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

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

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

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

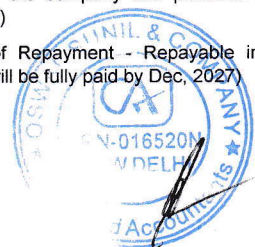
*Refer Note 27(j)(vii)

3 RESERVES & SURPLUS

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

4 LONG TERM BORROWINGS

	As At 31st March,2021	As At 31st March,2020
Secured		
Term Loans		
From Banks	560,831,188	484,831,026
Less : Shown in Current Maturities of Long-Term Debt (Refer Note 7)	(190,493,411)	(94,592,367)
(Secured by way of first pari passu charge over entire movable Property Plant and Equipment of the company and immovable Property Plant and Equipment of the company by equitable mortgage of properties situated at Ghaziabad and Goa. These are further secured by second pari passu charge on entire current assets of the company and personal guarantee of the four Directors of the Company)		
(Terms of Repayment - Repayable in quarterly / monthly instalments. The amount will be fully paid by Dec, 2027)		
TOTAL	370,337,777	390,238,659



ELIN ELECTRONICS LIMITED
NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(Amount in ₹)

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

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

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

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

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

6 **SHORT-TERM BORROWINGS**

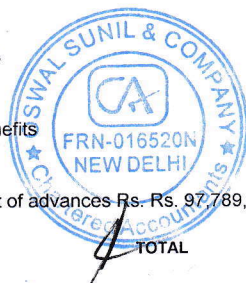
	As At 31st March,2021	As At 31st March,2020
Secured		
Working Capital Loan - Repayable on demand - From Banks	371,811,014	154,439,243
(Secured by exclusive first pari passu charge on entire stock of Raw material, Work-in-Progress, Finished Goods, Consumable Stores, Book Debts and other current assets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

7 **OTHER CURRENT LIABILITIES**

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

8 **SHORT-TERM PROVISIONS**

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



9 PROPERTY, PLANT AND EQUIPMENT

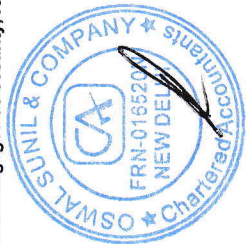
Sl. No.	Particulars	Gross Block #						Depreciation				Net Block	
		As at 01/04/2020	Additions	Sales / Adjustments	Adjustment for Impairment of Assets \$	As at 31/03/2021	As at 01/04/2020	For the year	Sales / Adjustments	Adjustment for Impairment of Assets \$	As at 31/03/2021	As at 31/03/2021	As at 31/03/2020
A	Tangible Assets												
1	Leasehold Land	104,641,161	-	-	-	104,641,161	13,928,679	2,142,036	-	16,070,715	88,570,446	90,712,482	
2	Buildings (Factory & Non Factory)	518,986,938	2,936,041	-	-	521,922,979	216,512,947	28,668,730	-	245,179,677	276,743,302	302,473,991	
3	Plant & Machinery (including R & D Machinery)	1,229,051,381	121,251,588	18,225,935	32,232,330	1,299,844,704	641,998,462	124,363,575	12,901,058	30,900,811	577,286,536	587,054,919	
4	Dies, Moulds & Tools	145,458,522	25,022,899	2,744,069	-	167,737,352	74,273,086	16,962,024	217,819	-	76,720,061	71,185,436	
5	Electric Installations	135,372,244	4,480,961	-	372,440	139,480,765	90,604,179	11,833,248	-	368,219	37,411,557	44,768,065	
6	Furniture & Fixtures	39,276,582	4,909,789	-	56,922	44,129,449	27,816,645	3,489,508	-	54,976	13,078,272	11,659,937	
7	Office Equipments	31,608,793	6,544,769	283,945	359,560	37,510,057	26,146,786	3,764,424	269,748	340,552	8,209,147	5,462,007	
8	Vehicles	49,835,316	4,925,135	2,514,848	883,769	51,361,834	35,994,843	4,847,234	2,366,755	883,769	13,770,281	13,840,473	
	Total A	2,254,230,937	170,071,182	23,768,797	33,905,021	2,366,628,301	1,127,073,627	196,068,779	15,755,380	32,548,327	1,091,789,602	1,127,157,310	
B	Intangible Assets												
1	Software	7,727,587	7,545,000	-	-	15,272,587	7,120,387	2,917,772	-	10,038,159	5,234,428	607,200	
	Total B	7,727,587	7,545,000	-	-	15,272,587	7,120,387	2,917,772	-	10,038,159	5,234,428	607,200	
	Total (A+B)	2,261,958,524	177,616,182	23,768,797	33,905,021	2,381,900,888 (*)	1,134,194,014	198,986,551 (**)	15,755,380	32,548,327	1,097,024,030	1,127,764,510	
	Capital Work in Progress	-	-	-	-	-	-	-	-	-	564,024	278,689	
	Previous Year	1,971,138,545	314,393,177	23,573,198	-	2,261,958,524 *	978,701,352	175,146,180 **	19,653,518	-	1,127,764,510	992,437,193	

* Includes ₹ 72,85,970/- (Previous Year ₹ 76,745,494/-) Assets Used for Research and Development Purposes

** Includes Depreciation ₹ 4,53,167/- (Previous Year ₹ 5,833,589/-) on Assets used for Research and Development Purposes

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

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



ELIN ELECTRONICS LIMITED
NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(Amount in ₹)

10 NON CURRENT INVESTMENTS

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

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

11 LONG TERM LOANS AND ADVANCES

(Unsecured, considered good)

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

12 CURRENT INVESTMENTS

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

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

13 INVENTORIES

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

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

14 TRADE RECEIVABLES

(Unsecured, considered good)

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

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

ELIN ELECTRONICS LIMITED
NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(Amount in ₹)

15 CASH AND BANK BALANCES

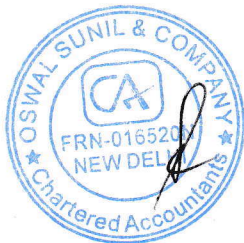
	As At 31st March,2021	As At 31st March,2020
Cash & Cash Equivalents		
Cash on hand	934,392	2,112,729
Cheques, Drafts on hand	-	50,000
Balances with Banks in Current Accounts	18,559,216	23,206,833
	19,493,608	25,369,562
Other Bank Balances		
Bank deposits with maturity of more than 3 months but upto 12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

16 SHORT TERM LOANS AND ADVANCES

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

17 OTHER CURRENT ASSETS

	As At 31st March,2021	As At 31st March,2020
Prepaid Expenses	68,205	144,612
TOTAL	68,205	144,612



18 REVENUE FROM OPERATIONS

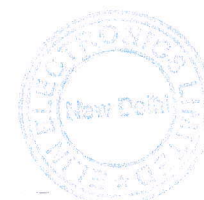
	For the year ended 31st March,2021	For the year ended 31st March,2020
Manufactured Goods		
Export Sales		
Electric Light Fittings	25,995,745	19,444,483
Other Products	1,804,665	1,076,707
(a)	<u>27,800,410</u>	<u>20,521,190</u>
Domestic Sales		
Electric Light Fittings	1,876,709,551	2,399,231,985
Universal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

19 OTHER INCOME

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

20 COST OF MATERIALS CONSUMED

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



ELIN ELECTRONICS LIMITED
NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(Amount in ₹)

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



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

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



27 Additional Information

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

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

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

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

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

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



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

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

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

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

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

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

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

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

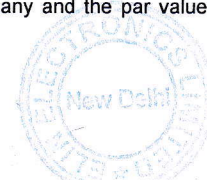
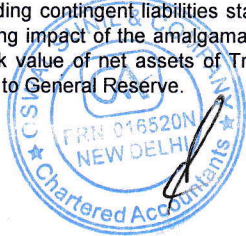
- (h) In compliance with the Accounting Standard 28 on Impairment of Assets, the company has, given due consideration to the indications of evidence of obsolescence or physical damage of an asset, made an assessment of impairment loss. The impairment has been done for Rs. 1,356,694/- (Previous Year: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

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

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

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

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



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

(l) Related Parties Disclosures

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

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

Elin Appliances Pvt. Ltd.

Key Management Personnel (Directors):

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

Enterprises over which Key Management Personnel have Significant Influence:

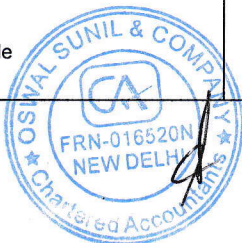
Kanchan Commercial Co. Pvt. Ltd.

Magtronic Devices Pvt. Ltd.

Sethia Oil Industries Limited

(ii) Transactions during the year with related parties :

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



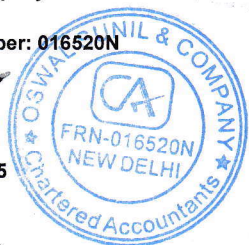
- (m) The Ministry of Corporate Affairs ("MCA") through a notification of March 24, 2021, amended Schedule III to the Companies Act, 2013. The amendments revise Division I, II and III of Schedule III and are applicable from April 1, 2021. The amendments are extensive and the Company will evaluate the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

As per our report of even date attached

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

CA Sunil Bhansali
Partner
Membership No: 054645

Pl: New Delhi
Date: 16 JUL 2021



For and on behalf of the Board

M.L. Sethia, Vinay Kumar Sethia

M.L. SETHIA
Managing Director
DIN: 00081367

VINAY KUMAR SETHIA
Whole-time Director
DIN: 00082184



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