



# Chetal Vikesh & Associates

Chartered Accountants

129, Phase 1B, Shivalik Avenue, Naya Nangal, Tehsil – Nangal, Distt – Ropar (PB)  
Mob – 9815251200, Phone - 01887-22100, E-mail vikesh\_chetal@yahoo.com

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## Independent Auditor's Report

To

**The Members of Pritika Engineering Components Private Limited**

### Report on the Ind AS Financial Statements

We have audited the accompanying Ind AS financial statements of **Pritika Engineering Components Private Limited** ("the Company"), which comprise the Balance Sheet as at 31<sup>st</sup> March 2021, the Statement of Profit and Loss and Cash Flow Statement and statement of Changes in Equity for the year then ended and a summary of significant accounting policies and other explanatory information (hereinafter referred to as 'Ind AS financial statements').

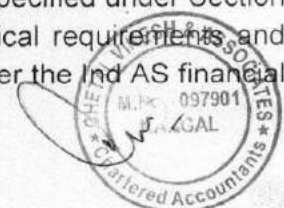
### Management's Responsibility for the Ind AS Financial Statements

The Company's Board of Directors is responsible for the matter stated in Section 134(5) of the Companies Act 2013 ("the Act") with respect to preparation of these Ind AS financial statements that give a true and fair view of the financial position, financial performance and cash flows and changes in equity of the Company in accordance with the Accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (as amended). 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 Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on these Ind AS financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Ind AS financial statements are free from material misstatement.



An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the Ind AS financial statements that give a true and fair view in order to design procedures that are appropriate in the circumstances, an audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the Ind AS financial statements.

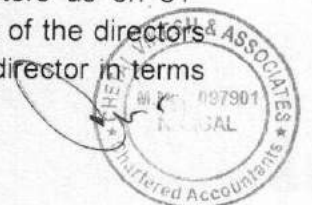
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Ind AS financial statements.

### Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS 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 31<sup>st</sup> March 2021, and its Profit (Loss) and its cash flows and changes in equity for the year ended on that date.

### Report on Other Legal and Regulatory Requirements

- 1) As required by the Companies (Auditor's Report) Order 2016 ("the Order) issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the **Annexure 1**, a statement on the matters specified in the paragraph 3 and 4 of the Order.
2. As required by section 143(3) of the Act, we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
  - b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
  - c) The Balance Sheet, Statement of Profit and Loss, Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
  - d) In our opinion, the aforesaid Ind AS financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
  - e) On the basis of written representations received from the directors as on 31<sup>st</sup> March 2021, and taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March 2021, from being appointed as a director in terms of section 164(2) of the Act.



- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "**Annexure 2**"; and
- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i) The Company does not have any pending litigations, which would impact its financial position.
- ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii) There are no items, which are required to be transferred to the Investor Education and Protection Fund by the Company.

Place: Nangal  
Date : 15.06.2021

**For Chetal Vikesh & Associates**  
**Firm Registration No 016749N**  
Chartered Accountants

**(Vikesh Kr Chetal)**  
**(Membership No: 097901)**  
**Partner**  
**UDIN: 21097901AAAADF8613**



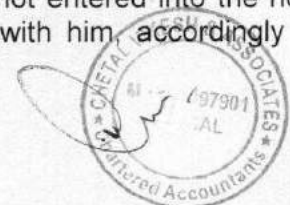
(Annexure referred to in our report of even date to the members of Pritika Engineering Components Private Limited, on the Ind AS Financial Statements for the year ended 31<sup>st</sup> March 2021).

Based on the audit procedures performed for the purpose of reporting a true and fair view on the Ind AS financial statements of the Company and taking into consideration the information and explanations given to us and the books of account and other records examined by us in the normal course of audit, we report that:

- (i)
  - a) The company has maintained proper records showing full particulars, including the quantitative details and situation of fixed assets on the basis of information available.
  - b) The company has a regular programme of physical verification of its fixed assets by which fixed assets are verified in a phased manner over a period of three years. In accordance with this programme certain fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the company and the nature of its assets.
  - 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 management, banks and stock auditors have physically verified the inventories during the reasonable intervals. In our opinion and according to information and explanations given to us the frequency of physical verification is reasonable. The discrepancies noticed on physical verification of inventory were not material and have been adequately dealt within the books of accounts. As the items of the stock are technical in nature and being the chartered accountant by profession, we are not technocrat and due inadequate time, we are unable to get it cross verified. However, no adverse information is available to us during our audit.
- (iii) The company had not granted any loans, secured or unsecured, to the companies, firms or other parties listed in the register maintained under Section 189 of the Companies Act, 2013. Consequently, the provisions of clauses iii(a) and iii(b) of the order are not applicable to the Company.
- (iv) That company had not granted any loan or given any guarantee with respect to section 185 and 186 of company act 2013.
- (v) In our opinion, and according to the information and explanation given to us, the company has not accepted any deposit; hence, clause (v) is not applicable to the company. Accordingly 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 and rules framed there under are not applicable.
- (v) The company is not required to maintain the cost records pursuant to the Rules made by the Central Government for the maintenance of cost records under sub section (1) of section 148 of the Companies Act 2013.



- (vii) a) According to the information and explanations given to us and on the basis of our examination of the records of the company, amounts deducted/accrued in the books of account in respect of undisputed statutory dues including provident fund, employee's state insurance, income-tax, sales tax, value added tax, Goods and Service Tax, duty of customs, duty of excise, service tax, Cess and other material statutory dues have been regularly deposited during the year by the company with the appropriate authorities. As explained to us and on the basis of examination of record, no arrear of statutory dues for the period more than six months from the date they become payable at the end of financial year.
- b) According to the information and explanations given to us, there is no amounts payable in respect of Income Tax, Wealth Tax, Service Tax, Sales Tax, Value Added Tax, Customs Duty and Excise Duty which have not been deposited on account of any dispute.
- (viii) In our opinion and according to the information and explanations given by the management, the company had not defaulted in repayment of loans or borrowings to the banks or financial institutions or debenture holders except some delayed payments. Moreover the company did not have any outstanding debentures. Accordingly, the paragraph 3(viii) of the order is not applicable.
- (ix) The company did not raise any money by way of initial public offer or further public offer (including debt instruments). Regarding the term loans, company had taken the term loan and used for the purpose for which it have been raised.
- (x) To the best of our knowledge & belief and according to the information and explanations given to us, no material fraud by the company or on the company by its officers or employees has been noticed or reported during the year.
- (xi) That the company had provided the managerial remuneration in accordance with the provisions of section 0197 read with schedule V of the Companies Act, 2013.
- (xii) In our opinion and information and explanation given to us, the company is not a Nidhi company. Accordingly, paragraph 3(xii) of the order is not applicable.
- (xiii) According to information & explanations given to us and based on our examination of the records of the company, transactions with the related parties are in compliance with sections 188 of the Act 2013 where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) According to the information and explanations given to us and based on our examination of records of the company, during the year, the company had made preferential allotment of equity shares for conversion of loan into equity. In respect to same, in our opinion, the company has complied with the requirements of the Companies Act 2103. Since the shares were issued on conversion of loans received, we are unable to comment whether the amount raised has been used for the purposes for which the funds were raised. No convertible debentures were issued during the year.
- (xv) According to the information and explanations given to us and based on our examination of records of the company, the company has not entered into the non-cash transaction with the directors or persons connected with him, accordingly the paragraph 3(xv) of the order is not applicable.



(xvi) The company is not required to be registered under section 45-IA of Reserve bank of India Act 1934.

Place: Nangal  
Date : 15.06.2021

**For Chetal Vikesh & Associates**  
**Firm Registration No 016749N**  
Chartered Accountants



**(Vikesh Kr Chetal)**  
**(Membership No: 097901)**  
Partner  
UDIN: 21097901AAAADF8613

**TO INDEPENDENT AUDITORS' REPORT**

(Annexure referred to in our report of even date to the members of Pritika Engineering Components Private Limited, on the Ind AS Financial Statements for the year ended 31<sup>st</sup> March 2021).

**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 **Pritika Engineering Components Private Limited** ("the Company") as of 31<sup>st</sup> March 2021 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

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

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

**Auditors' Responsibility**

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

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

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



### **Meaning of Internal Financial Controls over Financial Reporting**

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

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

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

### **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2021, based on the internal control over financial reporting criteria established by the Company and the 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).

Place: Nangal  
Date : 15.06.2021

**For Chetal Vikesh & Associates**  
**Firm Registration No 016749N**  
Chartered Accountants

**(Vikesh Kr Chetal)**  
**(Membership No: 097901)**  
Partner  
UDIN: 21097901AAAADF8613





**PRITIKA ENGINEERING COMPONENTS PRIVATE LIMITED**

CIN NO. U28999PB2018PTC047462

C-94 PHASE - VII, S.A.S NAGAR, MOHALI, PUNJAB-160055

BALANCE SHEET AS AT MARCH 31, 2021

Particulars	Note No.	(All amounts in INR)	
		As At March 31, 2021	As At March 31, 2020
<b>I. ASSETS</b>			
<b>1. Non Current Assets</b>			
(a) Property, Plant and Equipment	3	32,92,88,045	16,50,04,299
(b) Capital work in progress	3	2,21,60,678	9,99,42,983
(c) Financial Assets			
- Investments	4	2,65,32,938	1,68,75,000
- Other financial assets	5	15,00,000	-
(d) Deferred Tax Assets (net)	6	1,89,691	1,89,691
(e) Other Non-Current Assets	7	6,19,500	7,08,000
<b>Total Non Current Assets (A)</b>		<b>38,02,90,852</b>	<b>28,27,19,973</b>
<b>2. Current Assets</b>			
(a) Inventories			
(b) Financial Assets	8	9,67,20,080	5,55,74,797
- Trade Receivables	9	4,87,78,019	5,05,74,135
-Cash and Cash Equivalents	10	8,15,202	2,85,717
-Bank balances other than cash and cash equivalents	11	84,67,203	43,86,409
-Other Current Financial Assets	12	41,09,428	12,28,909
(c) Other Current Assets	13	2,02,45,211	1,86,69,143
<b>Total Current Assets (B)</b>		<b>17,91,35,143</b>	<b>13,07,19,110</b>
<b>TOTAL ASSETS (A + B)</b>		<b>55,94,25,995</b>	<b>41,34,39,083</b>
<b>II. EQUITY AND LIABILITIES</b>			
<b>1. Equity</b>			
(a) Equity Share Capital	14	7,63,45,150	4,99,99,020
(b) Other Equity	15	4,95,92,836	38,82,145
<b>Total Equity (A)</b>		<b>12,59,37,986</b>	<b>5,38,81,165</b>
<b>2. Non Current Liabilities</b>			
(a) Financial Liabilities			
- Borrowings	16	17,76,52,571	16,57,18,460
(b) Provisions	17	-	-
(c) Deferred Tax Liabilities ( net )	18	23,51,808	3,46,414
(d) Other non-current Liabilities	19	12,34,97,393	10,14,46,673
<b>Total Non Current Liabilities ( B )</b>		<b>30,35,01,772</b>	<b>26,75,11,547</b>
<b>3. Current Liabilities</b>			
(a) Financial Liabilities			
- Borrowings	20	2,98,29,445	3,02,81,301
-Trade Payables	21		
Total outstanding dues of micro and small enterprises			
Total outstanding dues of creditors other than micro and small enterprises			
- Other Financial Liabilities	22	3,68,75,025	2,03,10,074
( b ) Other Current Liabilities	23	5,44,36,148	3,75,03,917
( c ) Provisions	24	85,69,276	39,51,079
		2,76,343	-
<b>Total Current Liabilities ( C )</b>		<b>12,99,86,237</b>	<b>9,20,46,371</b>
<b>TOTAL EQUITY AND LIABILITIES (A+B+C)</b>		<b>55,94,25,995</b>	<b>41,34,39,083</b>

2

For and on behalf of Board of Directors

Harpreet Singh Nibber  
( Director )  
DIN No. 00239042

Raminder Singh Nibber  
( Director )  
DIN No. 00239117

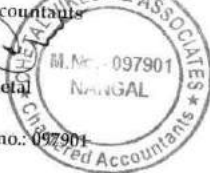
Place: Mohali  
Date: 15-06-2021

As per our report of even date  
For Chetal Vikesh & Associates  
Firm registration number: 016749N  
Chartered Accountants

The accompanying notes are integral part of the financial statements

Vikesh Kr Chetal  
Partner  
Membership no.: 097901

Place: Nangal  
Date: 15-06-2021



# PRITIKA ENGINEERING COMPONENTS PRIVATE LIMITED

CIN NO. U28999PB2018PTC047462

C-94 PHASE - VII , S.A.S NAGAR , MOHALI , PUNJAB-160055

STATEMENT OF PROFIT AND LOSS FOR YEAR ENDED MARCH 31, 2021

Particulars	Note	For the March 31, 2021	For the Year ended March 31, 2020
I Revenue from operations			
II Other Income	25	32,07,15,507	21,67,84,105
	26	37,19,684	4,55,910
<b>III Total Income ( I+II)</b>		<b>32,44,35,191</b>	<b>21,72,40,015</b>
<b>IV Expenses</b>			
a) Cost of material consumed	27	20,45,02,139	12,79,89,572
b) Changes in inventories of finished goods , Work in progress and stock in trade			
c) Employee benefits expense	27(a)	(2,39,03,455)	(39,74,790)
d) Finance costs	28	1,69,56,109	1,72,63,807
e) Depreciation and amortization expense	29	1,90,52,548	1,69,58,788
f) Other Expenses	30	1,04,13,294	78,17,866
	31	9,15,91,399	4,96,70,724
<b>Total Expenses (IV)</b>		<b>31,86,12,034</b>	<b>21,57,25,967</b>
<b>V Profit/(Loss) before exceptional items and tax</b>		<b>58,23,157</b>	<b>15,14,048</b>
<b>VI Exceptional Items</b>		<b>-</b>	<b>-</b>
<b>VII Profit/(Loss) before tax</b>		<b>58,23,157</b>	<b>15,14,048</b>
<b>VIII Tax Expense:</b>			
a) Current Tax			
b) Adjustment of tax relating to earlier periods	33	2,76,342	-
c) Deferred Tax		-	19,729
d) Mat Credit Entitlement	33	20,05,395	1,17,815
<b>Total tax expenses ( VIII )</b>		<b>22,81,737</b>	<b>1,37,544</b>
<b>IX Profit/(Loss) for the period</b>		<b>35,41,420</b>	<b>13,76,504</b>
<b>X Other comprehensive income</b>			
Items that will not to be reclassified to profit or loss			
Impact of fair valuation of Equity Shares		-	-
<b>XI Total comprehensive income for the period ( IX - X )</b>		<b>15,463</b>	<b>28,12,500</b>
		<b>35,56,884</b>	<b>41,89,004</b>
<b>Earnings per equity share( Nominal value of Rs. 10/- per share )</b>			
Basic	32	0.46	0.28
Diluted	32	0.46	0.28
Significant accounting policies	2		

The accompanying notes are an integral part of the financial statements.

As per our report of even date  
For Chetal Vikesh & Associates  
Firm registration number: 016749N  
Chartered Accountants

Vikesh Kr Chetal  
Partner  
Membership no.: 097901

Place: Nangal  
Date: 15-06-2021

For and on behalf of the Board of directors



Harpreet Singh Nibber  
( Director )  
DIN No. 00239042

Place: Mohali  
Date: 15-06-2021



Raminder Singh Nibber  
( Director )  
DIN No. 00239117

# PRITIKA ENGINEERING COMPONENTS PRIVATE LIMITED

CIN NO. U28999PB2018PTC047462

C-94 PHASE - VII , S.A.S NAGAR , MOHALI , PUNJAB-160055

STATEMENT OF CASH FLOW FOR THE YEAR ENDED MARCH 31, 2021

Particulars	(Amount in Rs.)	
	For the year ended March 31, 2021	For the year ended March 31, 2020
<b>A CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit before tax as per statement of Profit & Loss	58,23,157	15,14,048
Adjustments for:		
- Depreciation and amortisation expense	1,04,13,294	78,17,866
- Finance costs	1,90,52,548	1,69,58,788
- Gain on sale of Investment	(27,57,137)	-
Operating profit before working capital changes	3,25,31,862	2,62,90,702
Adjustments for :		
Increase/(Decrease) in Trade Payables	1,65,64,951	(99,14,362)
Increase/(Decrease) in Other Current Liabilities	2,15,50,429	(1,03,67,027)
(Increase) / Decrease in Trade Receivables	17,96,116	4,45,743
(Increase) / Decrease in Inventories	(4,11,45,283)	(58,70,685)
(Increase)/ Decrease in Other Current Assets	(58,84,006)	86,43,116
Cash generated from operations	2,54,14,069	92,27,487
Taxes paid	-	(1,89,691)
Net Cash from Operating Activities	2,54,14,069	90,37,796
<b>B CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Property, Plant & Equipment	(10,90,90,291)	(3,98,50,224)
(Purchase)/Sale of Shares	53,06,136	(1,40,62,500)
Movement in fixed deposits (having original maturity of more than three months)	(40,80,794)	(2,50,946)
Net Cash used in Investing Activities	(10,78,64,949)	(5,41,63,670)
<b>C CASH FLOW FROM FINANCING ACTIVITIES</b>		
Long Term Loans Raised (Net )	3,39,84,830	5,06,39,758
Short term loan Raised (Net )	(4,51,855)	1,12,18,674
Share Capital issued including premium	6,84,99,938	-
Interest Paid	(1,90,52,548)	(1,69,58,788)
Net Cash from Financing Activities	8,29,80,365	4,48,99,644
Net Increase/(Decrease) in Cash and Cash Equivalents	5,29,485	(2,26,230)
Cash and Cash Equivalents at the beginning of the year	2,85,717	5,11,947
Cash and Cash Equivalents at the end of the year	8,15,202	2,85,717

**Notes:**

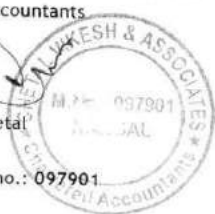
- 1.) The above Cash Flow Statement has been prepared under the indirect method set out in Accounting Standard - 03 "Statement of Cash Flow".
- 2.) Figures in bracket indicates cash outflow

As per our report of even date

For and on behalf of the Board of Directors of

For Chetal Vikesh & Associates  
Firm registration number: 016749N  
Chartered Accountants

Vikesh Kr Chetal  
Partner  
Membership no.: 097901



*(Handwritten signature)*

Harpreet Singh Nibber  
( Director )  
DIN NO.00239042

*(Handwritten signature)*

Raminder Singh Nibber  
( Director )  
DIN No. 00239117

Place: Nangal  
Date: 15-06-2021

Place: Mohali  
Date: 15-06-2021

# PRITIKA ENGINEERING COMPONENTS PRIVATE LIMITED

CIN NO. U28999PB2018PTC047462

C-94 PHASE - VII, S.A.S NAGAR, MOHALI, PUNJAB-160055

STATEMENT OF CHANGE IN EQUITY FOR THE YEAR ENDED MARCH 31, 2021

A. Equity Share Capital	Balance as on April 1, 2019	Changes during the year	Balance as on March 31, 2020	Balance as on April 1, 20	Changes during the year	Balance as on March 31, 2021
Particulars						
a) Authorised Share Capital						
50,00,000 Equity shares of Rs.10/- each	5,00,00,000	-	5,00,00,000	5,00,00,000	3,00,00,000	8,00,00,000
	5,00,00,000	-	5,00,00,000	5,00,00,000	3,00,00,000	8,00,00,000
b) Issued, Subscribed And Fully Paid Up						
76,34,515(PY 49,99,902) Equity shares of Rs.10/- each	4,99,99,020	-	4,99,99,020	4,99,99,020	2,63,46,130	7,63,45,150
	4,99,99,020	-	4,99,99,020	4,99,99,020	2,63,46,130	7,63,45,150

## B. Other Equity

Particulars	Reserves and Surplus			Total
	Securities premium	Capital Subsidy Reserve	Capital Redemption Reserve	
Balance as at April 1, 2020				
Balance at the beginning of the reporting period	-	-	-	(3,06,859)
Profit for the Current year	-	-	-	13,76,504
Other Comprehensive income for the year	-	-	-	28,12,500
<b>Balance as at March 31, 2020</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>38,82,145</b>
<b>Balance as at April 1, 2020</b>				
Balance at the beginning of the reporting period (I)	-	-	-	38,82,145
Profit for the Current year (II)	-	-	-	35,41,420
Other Comprehensive income (III)	-	-	-	15,463
Security Premium during the year	4,21,53,808	-	-	4,21,53,808
<b>Total Comprehensive income for the year [IV= (II+III)]</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>35,56,884</b>
<b>Balance as at March 31, 2021</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4,95,92,836</b>




# PRITIKA ENGINEERING COMPONENTS PRIVATE LIMITED

CIN NO. U28999PB2018PTC047462

C-94 PHASE - VII , S.A.S NAGAR , MOHALI , PUNJAB-160055

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2021

## Note No. 1: Notes To The Financial Statement

### 1 GENERAL INFORMATION

Pritika Engineering Components Private Limited ( " the Company ") a private company domiciled in India was incorporated on 20.02.2018 with in objective of manufacturing of tractor and automobile components .The company is having works at Village Simbli , Phagwara - Hoshiarpur Road , Tehsil & District Hoshiarpur , Punjab-146001. The Company is wholly owned subsidiary of Pritika Auto Industries Limited .The financial statements were approved for issue by the board of directors on June 15 , 2021.

## Note No. 2 : SIGNIFICANT ACCOUNTING POLICIES

### 2.1 Basis of Preparation of Financial Statements

These financial statements have been prepared in accordance with the Indian Accounting Standards (hereinafter referred to as the 'Ind AS') as notified by Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 ('Act') read with of the Companies (Indian Accounting Standards) (Amendment) Rules, 2016.

2.2 The Company has prepared the balancesheet by recognising all assets and liabilities whose recognition is required by Ind AS , not recognising assets or liabilities which are not permitted by Ind AS .

### 2.3 Summary of Significant Accounting Policies

#### 2.3.1 Current versus non - current classification

All assets and liabilities have been classified as current or non current as per the Company's normal operating cycle and other criteria set out in the schedule III to the Companies Act , 2013 . Based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents , the Company has determined its operating cycle as twelve months for the purpose of current-non current classification of assets and liabilities.

#### 2.3.2 Property, Plant and Equipment (PPE)

PPE are initially recognised at cost. The initial cost of PPE comprises its purchase price, including non-refundable duties and taxes net of any trade discounts and rebates. The cost of PPE includes interest on borrowings (borrowing cost) directly attributable to acquisition, construction or production of qualifying assets subsequent to initial recognition. PPE are stated at cost less accumulated depreciation (other than freehold land, which are stated at cost) and impairment losses, if any.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

Depreciation is recognised so as to write off the cost of assets (other than freehold land and capital work in progress) less their residual values over the useful lives, using the straight- line method ("SLM"). Management believes based on a technical evaluation (which is based on technical advice, taking into account the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, past history of replacement, anticipated technological changes, manufacturers warranties and maintenance support, etc.) that the revised useful lives of the assets reflect the periods over which these assets are expected to be used, which are as follows:

Asset	Useful live
Buildings including factory buildings	30 years
General Plant and Machinery	15 years
Furniture and Fixtures	10 years
Office Equipment	5 years
Vehicles	8 years
Computers	3 Years

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on disposal or retirement of an item of property, plant and equipment is determined as the difference between sales proceeds and the carrying amount of the asset and is recognised in profit or loss.



### 2.3.3 Intangible assets

Intangible assets are measured on initial recognition at cost and subsequently are carried at cost less accumulated amortisation and accumulated impairment losses, if any. An intangible asset is derecognised on disposal, or when no future economic benefits are expected from use or disposal. Gains or losses on derecognition are determined by comparing proceeds with carrying amount. These are included in profit or loss.

### 2.3.4 Capital work-in-progress and intangible assets under development

Capital work-in-progress/intangible assets under development are carried at cost, comprising direct cost, related incidental expenses and attributable borrowing cost.

### 2.3.5 Non-derivative financial instruments

Financial assets and liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument. Financial assets and liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value measured on initial recognition of financial asset or financial liability.

### 2.3.6 Cash and cash equivalents

The Company considers all highly liquid financial instruments, which are readily convertible into known amounts of cash that are subject to an insignificant risk of change in value and having original maturities of three months or less from the date of purchase, to be cash equivalents.

Cash and cash equivalents consist of balances with banks which are unrestricted for withdrawal and usage.

#### Cash flow statement

Cash flows are reported using the indirect method, whereby net profit/ (loss) before tax is adjusted for the effects of transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the company are segregated.

### 2.3.7 Financial Assets

#### Financial assets at amortised cost

Financial assets are subsequently measured at amortised cost if these financial assets are held within a business whose objective is to hold these assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

#### Financial liabilities

Financial liabilities are measured at amortised cost.

### 2.3.8 Impairment

#### PPE and intangibles assets

Property, plant and equipment and intangible assets with finite life are evaluated for recoverability whenever there is any indication that their carrying amounts may not be recoverable. If any such indication exists, the recoverable amount (i.e. higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the cash generating unit (CGU) to which the asset belongs. If the recoverable amount of an asset (or CGU) is estimated to be less than its carrying amount, the carrying amount of the asset (or CGU) is reduced to its recoverable amount. An impairment loss is recognised in the Statement of Profit and Loss.

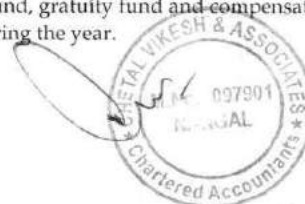
### 2.3.9 Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, regardless of when the payment is being made. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment, net of taxes or duties collected on behalf of the government.

The specific recognition criteria described below must also be met before revenue is recognised.

### 2.3.10 Employee benefit expenses

Employee benefits consist of contribution to provident fund, superannuation fund, gratuity fund and compensated absences. Liability on account of contribution to gratuity and earned leave has not been provided during the year.



### 2.3.11 Borrowing cost

Borrowing costs are interest and ancillary costs incurred in connection with the arrangement of borrowings. General and specific borrowing costs attributable to acquisition and construction of any qualifying asset (one that takes a substantial period of time to get ready for its designated use or sale) are capitalised until such time as the assets are substantially ready for their intended use or sale, and included as part of the cost of that asset. Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation. All the other borrowing costs are recognised in the Statement of Profit and Loss within Finance costs of the period in which they are incurred.

### 2.3.12 Income tax

Income tax expense comprises current tax expense and the net change in the deferred tax asset or liability during the year. Current and deferred taxes are recognised in Statement of Profit and Loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or directly in equity, respectively.

#### Current tax

Current tax is measured at the amount of tax expected to be payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.

Current tax assets and current tax liabilities are off set when there is a legally enforceable right to set off the recognized amounts and there is an intention to settle the asset and the liability on a net basis.

#### Deferred tax

Deferred tax is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting dates.

### 2.3.13 Accounting of provisions, contingent liabilities and contingent assets

Provisions are recognized, when there is a present legal or constructive obligation as a result of past events, where it is probable that there will be outflow of resources to settle the obligation and when a reliable estimate of the amount of the obligation can be made. Where a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows. Where the effect is material, the provision is discounted to net present value using an appropriate current market-based pre-tax discount rate and the unwinding of the discount is included in finance costs.

Contingent liabilities are recognised only when there is a possible obligation arising from past events, due to occurrence or non-occurrence of one or more uncertain future events, not wholly within the control of the Company, or where any present obligation cannot be measured in terms of future outflow of resources, or where a reliable estimate of the obligation cannot be made. Obligations are assessed on an ongoing basis and only those having a largely probable outflow of resources are provided for. Contingent assets are not disclosed in the financial statements unless an inflow of economic benefits is probable.

### 2.3.14 Earnings per share (EPS)

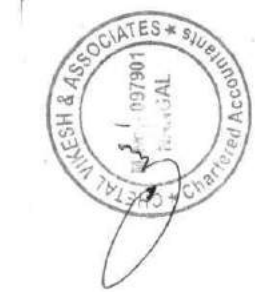
Basic EPS is computed by dividing the profit or loss attributable to the equity shareholders of the Company by the weighted average number of Ordinary shares outstanding during the year. Diluted EPS is computed by adjusting the profit or loss attributable to the ordinary equity shareholders and the weighted average number of ordinary equity shares, for the effects of all dilutive potential Ordinary shares.



3. Property, Plant and Equipment

(All amounts in INR)

Particulars	Air Conditioner	Computers	Plant and Machinery	Office Equipment	Lab Equipment	Vehicle	Land	Electric Installation	Furniture and Fixtures	D.G Set	Building	Total	Capital Work in Progress	Total
<b>Cost or Deemed Cost</b>														
At April 1, 2019	34,291	2,61,891	10,17,02,043	12,70,482	23,68,180	14,91,900	2,25,59,349	75,54,606	4,58,837	23,74,029	3,29,78,927	17,30,54,535	6,49,82,412	23,80,36,947
Addition	22,500	3,31,307	43,34,089	82,400	-	-	-	82,025	47,331	-	-	48,89,652	3,49,60,571	3,98,50,223
Transfer / Sale	-	-	-	-	-	-	-	-	-	-	-	-	-	-
At March 31, 2020	56,791	5,93,198	10,60,36,132	13,52,882	23,68,180	14,91,900	2,25,59,349	76,36,631	5,06,168	23,74,029	3,29,78,927	17,79,44,187	9,99,42,983	27,78,87,170
At April 1, 2020	56,791	5,93,198	10,60,26,132	13,52,882	23,68,180	14,91,900	2,25,59,349	76,36,631	5,06,168	23,74,029	3,29,78,927	17,79,44,187	9,99,42,983	27,78,87,170
Addition	-	1,40,775	14,48,64,774	2,06,070	21,148	-	1,02,56,824	16,45,758	1,10,623	-	1,74,51,068	17,46,97,040	4,82,58,017	22,29,55,057
Transfer / Sale	-	-	-	-	-	-	-	-	-	-	-	-	-	-
At March 31, 2021	56,791	7,33,973	25,08,90,906	15,58,952	23,89,328	14,91,900	3,28,16,173	92,82,389	6,16,791	23,74,029	5,04,29,995	35,26,41,227	2,21,60,678	37,48,01,905
<b>Depreciation and Impairment</b>														
At April 1, 2019	1,815	63,048	36,51,808	1,23,340	2,29,872	1,34,622	-	3,42,005	26,131	1,08,453	10,40,926	51,22,020	-	51,22,020
Addition	4,934	96,697	48,70,295	2,53,624	4,49,954	1,77,238	-	7,23,121	46,301	1,50,276	10,45,432	78,17,868	-	78,17,868
Transfer / Sale	-	-	-	-	-	-	-	-	-	-	-	-	-	-
At March 31, 2020	6,749	1,59,741	79,22,103	3,76,964	6,79,826	3,11,860	-	10,65,126	72,432	2,58,729	20,86,358	1,29,39,888	-	1,29,39,888
At April 1, 2020	6,749	1,59,741	79,22,103	3,76,964	6,79,826	3,11,860	-	10,65,126	72,432	2,58,729	20,86,358	1,29,39,888	-	1,29,39,888
Addition	5,395	2,07,189	72,53,810	2,70,869	4,51,165	1,77,238	-	7,89,083	51,025	1,50,276	10,57,244	1,04,13,294	-	1,04,13,294
Transfer / Sale	-	-	-	-	-	-	-	-	-	-	-	-	-	-
At March 31, 2021	12,144	3,66,930	1,51,75,913	6,47,833	11,30,991	4,89,098	-	18,54,209	1,23,457	4,09,005	31,43,602	2,33,53,182	-	2,33,53,182
Net Block as on 31.03.2021	44,647	3,67,043	23,57,14,993	9,11,119	12,58,337	10,02,802	3,28,16,173	74,28,180	4,93,334	19,65,024	4,72,86,393	32,92,88,045	2,21,60,678	35,14,48,723
Net Block as on 31.03.2020	50,042	4,33,457	9,81,04,029	9,75,918	16,88,354	11,80,040	2,25,59,349	65,71,505	4,33,736	21,15,300	3,08,92,569	16,50,04,299	9,99,42,983	26,49,47,282



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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2021

4 Investments

(All amounts in INR)

Particulars	As At	As At
	March 31, 2021	March 31, 2020
Investments carried at Fair value through Other Comprehensive Income ( FVOCI)		
Investments in Equity Instruments (quoted)		
Shares in Ajooni Biotech Limited (8,72,794 PY 9,37,500 Equity Shares of Rs 10 /- each)	2,65,32,938	1,68,75,000
<b>Total</b>	<b>2,65,32,938</b>	<b>1,68,75,000</b>
Aggregate market value of Quoted Investments	2,65,32,938	1,68,75,000

5 Other Financial Assets

Particulars	As At	As At
	March 31, 2021	March 31, 2020
Bank deposits having maturity more than 12 months	15,00,000	-
<b>Total</b>	<b>15,00,000</b>	<b>-</b>

6 Deferred tax assets(Net)

Particulars	As At	As At
	March 31, 2021	March 31, 2020
Mat Tax credit Entitlement	1,89,691	1,89,691
<b>Total</b>	<b>1,89,691</b>	<b>1,89,691</b>

7 Other Non-Current Assets

Particulars	As At	As At
	March 31, 2021	March 31, 2020
Unamortised Cost	6,19,500	7,08,000
<b>Total</b>	<b>6,19,500</b>	<b>7,08,000</b>

8 Inventories

Particulars	As At	As At
	March 31, 2021	March 31, 2020
Raw Materials	4,00,49,329	2,45,92,624
Store & Spares	47,47,847	29,62,724
Work in Process	5,19,22,904	2,80,19,449
<b>Total inventories at the lower of cost and net reliable value</b>	<b>9,67,20,080</b>	<b>5,55,74,797</b>

9 Trade Receivables

Particulars	As At	As At
	March 31, 2021	March 31, 2020
Unsecured, Considered Good	4,87,78,019	5,05,74,135
<b>Total</b>	<b>4,87,78,019</b>	<b>5,05,74,135</b>

\* Note : Trade receivables include from related parties . ( Refer Note no. 34 )

10 Cash and Cash Equivalents

Particulars	As At	As At
	March 31, 2021	March 31, 2020
Balances with banks	7,11,643	1,94,441
- in current accounts	1,03,559	91,276
Cash in Hand ( including imprest )		
<b>Total</b>	<b>8,15,202</b>	<b>2,85,717</b>

*[Handwritten signatures]*



11 Bank balances other than Cash and Cash Equivalents

Particulars	As At March 31, 2021	As At March 31, 2020
Investment in term deposits (With Original Maturity more than 3 months but less than 12 months)	84,67,203	43,86,409
<b>Total</b>	<b>84,67,203</b>	<b>43,86,409</b>

12 Other Current Financial Assets

Particulars	As At March 31, 2021	As At March 31, 2020
Advance to Staff	14,06,233	3,44,706
Loan and advances others	27,03,195	8,84,203
<b>Total</b>	<b>41,09,428</b>	<b>12,28,909</b>

13 Other Current Assets

Particulars	As At March 31, 2021	As At March 31, 2020
Prepaid expenses	5,10,144	2,03,978
Balance with Govt. authorities	99,66,258	1,06,20,123
Securities Deposits	92,31,115	78,10,597
Advance Tax and TDS	5,37,694	34,445
<b>Total</b>	<b>2,02,45,211</b>	<b>1,86,69,143</b>

14 Equity Share Capital

Particulars	As At March 31, 2021	As At March 31, 2020
<b>Authorised</b> 80,00,000 Equity shares of Rs.10/- each	8,00,00,000	5,00,00,000
<b>Issued, subscribed and fully paid-up</b> 76,34,515(49,99,902) Equity shares of Rs.10/- each	7,63,45,150	4,99,99,020
<b>Total</b>	<b>7,63,45,150</b>	<b>4,99,99,020</b>

(a) Reconciliation of shares outstanding at the beginning and at the end of the period

Particulars	No of shares
<b>Equity Shares</b>	
At April 1, 2019	
Add: Issued during the period	49,99,902
At March 31, 2020	-
Add: Issued during the period	49,99,902
At March 31, 2021	26,34,613
	<b>76,34,515</b>

(b) Term/right attached to equity shares:

The Company has only one class of equity share having a par value of INR 10 per share. Each holder of equity share is entitled to one vote per share.

(c) Shares held by holding company

Out of the equity shares issued by the Company, shares held by its holding company, ultimate holding company and their subsidiaries/ associates are as below:

Particulars	As At March 31, 2021	As At March 31, 2021 % of holding	As At March 31, 2020	As At March 31, 2020 % of holding
<b>Equity Shares</b>				
Shares held by Holding Company				
Pritika Auto Industries Limited	7634515*	100%	4999902*	100%

\* Note : Out of above holding two shares are registered in name of Mr. Raminder Singh Nibber as nominee of Pritika Auto Industries Limited



15 Other Equity

Particulars	As At	As At
	March 31, 2021	March 31, 2020
<b>Retained Earnings</b>		
Opening balance		(3,06,859)
Net Profit / (loss) for the year	38,82,145	13,76,504
Other Comprehensive Income	35,41,420	28,12,500
	15,463	
Equity Share Premium		
	4,21,53,808	
<b>Total</b>		
	<b>4,95,92,836</b>	<b>38,82,145</b>

16 Borrowings

Particulars	As At	As At
	March 31, 2021	March 31, 2020
<b>Term Loan</b>		
(a) Secured		
- From Banks		
- From Financial Institutions / NBFC	14,18,20,129	11,47,04,072
(b) Unsecured		
- From Body Corporates-related party	3,58,32,442	
<b>Total</b>		5,10,14,388
	<b>17,76,52,571</b>	<b>16,57,18,460</b>

Note No.16 (a) (1): Details of Securities and Terms of Repayment

Secured : Term loans from Banks

Particulars	As At	As At
	March 31, 2021	March 31, 2020
<b>Canara Bank</b> : The Term loan of Rs. 1286 lacs repayable in 107 monthly installments .Current rate of interest is 8.35% p.a . This loan is secured by first charge of EMT of Factory land and building and hypothecation of Existing Plant and machineries except the machinery /equipment funded by other banks/NBFCs. This loan is also personally guaranteed by directors Namely Mr. Raminder Singh Nibber & Mr. Harpreet Singh Nibber. Moreover Pritika Auto Industries Limited , holding company had given corporate guarantee amounting to Rs 23.59 Cr to Canara Bank .	12,06,72,129	12,10,04,072
<b>Canara Bank</b> : The Working Capital Term loan of Rs. 298 lacs repayable in 48 monthly installments including moratorium period of 1 year under Guaranteed Emergency Credit Line of the NCGTCL . The credit facility will rank second charge with the existing credit facilities by Canara bank in term of cash flow and hypothecation of machineries fund through term loan by Canara bank. Current rate of interest is 7.50% p.a .	2,98,00,000	-
<b>Total</b>	<b>15,04,72,129</b>	<b>12,10,04,072</b>
Less: Amount shown in Other Financial liabilities in Note No. 22 towards Current Maturities of Loans .	86,52,000	63,00,000
<b>Amount shown as Loan</b>	<b>14,18,20,129</b>	<b>11,47,04,072</b>

Note No.16 (a) (2): Details of Securities and Terms of Repayment

Secured : Term loans from Financial Institutions / NBFC

Particulars	As At	As At
	March 31, 2021	March 31, 2020
<b>Electronica Finance Limited</b> : The Machinery Loan of Rs 56,28,600 repayable in 48 monthly installments of Rs. 1,37,147 including interest @ 7.9% p.a. This loan is fully secured by the machineries purchased out of the fund .	56,22,963	
<b>SIDBI</b> : The Term loan of Rs. 375 lacs repayable in 72 monthly installments comprising first 12 installments of Rs. 4 lacs each , next 12 monthly installments of Rs. 6.50 lacs each , next 24 installments of Rs. 8 lacs each next 18 installments of Rs. 2.50 lacs each and next 6 installments of Rs. 2 lacs each .Current rate of interest is 9.40% p.a with a monotoriaum period 12 month .This loan is fully secured by the machineries purchased out of the fund and second charge on all the immovable properties of the borrower , both present and future situated at village Simbli , Tehsil & Distt. Hoshiarpur , Punjab.	3,37,47,458	
<b>Total</b>	<b>3,93,70,421</b>	
Less: Amount shown in Other Financial liabilities in Note No. 22 towards Current Maturities of Loans .	35,37,979	
<b>Amount shown as Loan</b>	<b>3,58,32,442</b>	



Note No. 16 (b)  
Loan from Body Corporates

Particulars	As At March 31, 2021	As At March 31, 2020
Pritika Auto Industries Limited	-	5,10,14,388
	-	5,10,14,388

17 Provisions

Particulars	As At March 31, 2021	As At March 31, 2020
Provision for Employee Benefits	-	-
Leave encashment	-	-
Total	-	-

18 Deferred Tax Liabilities (net)

Particulars	As At March 31, 2021	As At March 31, 2020
Relating to the origination and reversal of temporary Differences	23,51,808	3,46,414
Total	23,51,808	3,46,414

19 Other Non - Current Liabilities

Particulars	As At March 31, 2021	As At March 31, 2020
<u>From Related Party</u>		
Tooling Advance	8,64,44,243	6,66,57,516
Advance against supplies	3,70,53,150	3,47,89,157
Total	12,34,97,393	10,14,46,673

20 Borrowings

Particulars	As At March 31, 2021	As At March 31, 2020
<u>Secured</u>		
From Bank- Cash Credit - Loan Repayable on Demand	2,98,29,445	3,02,81,301
Total	2,98,29,445	3,02,81,301

Note:

Secured by Hypothecation of all kinds of Raw Material / Work in progress / Finished goods and receivable of the Company ( present and future ) and carries interest rate RLLR (6.90%) +1.45% =8.35% .

21 Trade Payables

Particulars	As At March 31, 2021	As At March 31, 2020
Trade payables		
Total Outstanding dues of micro enterprise and small enterprise		
Total Outstanding dues of creditors other than micro enterprise and small enterprise	3,68,75,025	2,03,10,074
Total	3,68,75,025	2,03,10,074

\*Disclosure in relation to Micro and Small enterprises 'Suppliers' as defined in the Micro, Small and Medium Enterprises Development Act, 2006 ('Act'). The Ministry of Micro, Small and Medium Enterprises has issued an Office Memorandum dated 26 August 2008 which recommends that the Micro and Small Enterprises should mention in their correspondence with their customers the Entrepreneurs Memorandum Number as allocated after filing of the said Memorandum. Accordingly, the disclosures below in respect of the amounts payable to such enterprises as at the period end has been made based on information received and available with the Company. As explained by management there is no outstanding balance related to Micro and Small enterprises 'Suppliers' as defined in the Micro, Small and Medium Enterprises Development Act, 2006 ('Act') as at year end.



22 Other Financial Liabilities

Particulars	As At	As At
	March 31, 2021	March 31, 2020
Current Maturities of Long term Loans	1,21,89,979	63,00,000
Interest Accrued but not due on borrowings	3,14,317	1,65,096
Creditors for Capital Expenditure	23,02,424	82,25,761
Creditors for others	3,80,04,480	2,20,32,663
<b>Employee Related Liabilities</b>		
Salaries and Wages payable	16,24,948	7,80,397
<b>Total</b>	<b>5,44,36,148</b>	<b>3,75,03,917</b>

23 Other Current Liabilities

Particulars	As At	As At
	March 31, 2021	March 31, 2020
Audit Fee Payable	5,000	43,750
Electricity Expenses Payable	58,38,490	27,84,916
Statutory dues payable	9,86,578	6,76,299
Other Liabilities	17,39,208	4,86,114
<b>Total</b>	<b>85,69,276</b>	<b>39,51,079</b>

24 Provisions

Particulars	As At	As At
	March 31, 2021	March 31, 2020
Provision for Income Tax	2,76,343	-
<b>Total</b>	<b>2,76,343</b>	<b>-</b>

*[Handwritten signature]*



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2021

25 Revenue from Operations

Particulars	For the March 31, 2021	For the Year ended March 31, 2020
Sale of Products ( Net of Sales Returns )	37,83,80,704	25,57,74,109
Less: Indirect Taxes	5,76,65,197	3,89,90,004
<b>Total</b>	<b>32,07,15,507</b>	<b>21,67,84,105</b>

26 Other Income

Particulars	For the March 31, 2021	For the Year ended March 31, 2020
Interest received on deposits with banks and others	9,17,999	4,55,910
Misc Receipt	44,548	-
Profit on Sale of Shares	27,57,137	-
<b>Total</b>	<b>37,19,684</b>	<b>4,55,910</b>

27 Cost of materials consumed

Particulars	For the March 31, 2021	For the Year ended March 31, 2020
<b>Raw material and components consumed</b>		
Inventory at the beginning of the year-Raw Materials	2,45,92,624	1,65,63,261
Inventory at the beginning of the year-Stores ,Spares, Packing Material	29,62,724	18,73,082
<b>Purchases</b>	<b>2,75,55,348</b>	<b>1,84,36,343</b>
Raw Materials	22,17,43,967	13,71,08,577
Less: Inventory at the end of the year - Raw Materials	22,17,43,967	13,71,08,577
Less: Inventory at the end of the year- Stores ,Spares and Packing Material	4,00,49,329	2,45,92,624
	47,47,847	29,62,724
<b>Total</b>	<b>20,45,02,139</b>	<b>12,79,89,572</b>

27(a) Changes in inventories of finished goods and Work in progress

Particulars	For the March 31, 2021	For the Year ended March 31, 2020
1. Opening inventories		
Stock in Process	2,80,19,449	2,40,44,659
Finished Goods	-	-
2. Closing inventories		
Stock in Process	5,19,22,904	2,80,19,449
Finished Goods	-	-
	<b>(2,39,03,455)</b>	<b>(39,74,790)</b>

*[Handwritten signatures]*



28 NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2021  
Employee Benefits Expense

Particulars	For the March 31, 2021	For the Year ended March 31, 2020
Salaries and wages	1,27,41,648	1,34,75,721
Director Remuneration	10,50,000	11,50,000
Contribution to Provident and ESI Funds	8,38,026	6,70,501
Staff Welfare Expenses	23,26,435	19,67,585
<b>Total</b>	<b>1,69,56,109</b>	<b>1,72,63,807</b>

29 Finance Cost

Particulars	For the March 31, 2021	For the Year ended March 31, 2020
Interest Expenses	1,90,52,548	1,69,58,788
<b>Total</b>	<b>1,90,52,548</b>	<b>1,69,58,788</b>

30 Depreciation and amortisation expenses

Particulars	For the March 31, 2021	For the Year ended March 31, 2020
Depreciation on tangible assets	1,04,13,294	78,17,866
<b>Total</b>	<b>1,04,13,294</b>	<b>78,17,866</b>

31 Other expenses

Particulars	For the March 31, 2021	For the Year ended March 31, 2020
<b>(a) Manufacturing Expenses</b>		
Cartage & Forwarding	55,30,747	26,43,911
Power & Fuel	4,56,27,090	2,62,95,859
Contractual Job Work Expenses	2,74,95,742	1,13,66,031
Repair & Maintenance	-	17,890
- Building	19,357	-
- Machinery	5,81,540	25,872
Other Manufacturing Expenses	7,92,54,476	4,03,49,563
<b>(b) Administrative &amp; Selling Expenses</b>		
Payment to Auditors*	1,30,780	1,42,164
Rates & Taxes	4,70,891	1,36,672
Insurance	3,62,810	1,84,783
Legal & Professional Charges	8,11,711	5,50,998
Communication Expenses	1,05,531	1,42,225
Printing & Stationery	1,62,086	1,85,648
Vehicle Running Expenses	83,875	25,395
Travelling & Conveyance Expenses	1,51,812	2,52,483
Freight Outward	65,93,255	39,99,110
Repairs and Maintenance others	2,028	39,896
Security expenses	17,10,200	18,03,815
Other Misc. Expenses	17,51,944	18,57,972
<b>Total</b>	<b>9,15,91,399</b>	<b>4,96,70,724</b>

*Handwritten signatures*



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2021

\*Detail of Payment to Auditors

Particulars	For the March 31, 2021	For the Year ended March 31, 2020
Audit Fee		
Auditor's out of pocket Expenses	1,25,000	1,25,000
Total	5,780	17,164
	<u>1,30,780</u>	<u>1,25,000</u>

32 Earnings per share (EPS)

Basic EPS amounts are calculated by dividing the profit for the year attributable to equity holders of the company by the weighted average number of Equity shares outstanding during the year.

Diluted EPS amounts are calculated by dividing the profit attributable to equity holders of the company by the weighted average number of Equity shares outstanding during the year plus the weighted average number of Equity shares that would be issued on conversion of all the dilutive potential Equity shares into Equity shares.

Particulars	For the March 31, 2021	For the Year ended March 31, 2020
Net Profit after tax attributable to equity holders	35,41,420	13,76,504
	<u>35,41,420</u>	<u>13,76,504</u>
Weighted average no of equity shares outstanding during the year- for Both Basic and Diluted EPS	76,34,515	49,99,902
Face value of Equity Share ( INR )	10.00	10.00
Basic and Diluted	0.46	0.28





33 Current Tax and Deferred Tax

Particulars	For the March 31, 2021	For the Year ended March 31, 2020
<b>Current Tax:</b>		
Current income tax:		
Adjustments in respect of current income tax of previous period	2,76,342	
<b>Deferred Tax:</b>		
Relating to origination and reversal of temporary differences		19,729
<b>Total</b>	<b>20,05,395</b>	<b>1,17,815</b>
	<b>22,81,737</b>	<b>1,37,544</b>

**Income Tax on Other Comprehensive Income**

Particulars	For the March 31, 2021	For the Year ended March 31, 2020
<b>Current Tax</b>		
<b>Deferred Tax</b>		
Net loss/(gain) on remeasurements of defined benefit plans		
<b>Total</b>		

(c) Movement of Deferred Tax

Particulars	For the March 31, 2021	For the Year ended March 31, 2020
<b>Tax effect of items constituting deferred tax assets</b>		
Difference between book value and tax written down value of Tangible Fixed Assets		
<b>Total deferred tax liabilities</b>	<b>(23,51,808)</b>	<b>(3,46,414)</b>
	<b>(23,51,808)</b>	<b>(3,46,414)</b>
<b>Net deferred tax asset (liability)</b>	<b>(23,51,808)</b>	<b>(3,46,414)</b>

The Company offsets tax assets and liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority.

34 Related party transactions

a) Related party and nature of the related party relationship with whom transactions have taken place during the year

A) Holding Company

Pritika Auto Industries Limited

B) Enterprises owned or Significantly influenced by Key Management Personnel or their Relatives

Pritika Industries limited

C) Key Management Personnel

Harpreet Singh Nibber

Nature of Transactions During the year	Related Parties (in Lac's)					
	Referred in A Above		Referred in B Above		Referred in C Above	
	2020-21	2019-20	2020-21	2019-20	2020-21	2019-20
<b>Income</b>						
Sales	267.97	194.21	2,925.10	1,979.94		
Share capital received	-	-	-	-	-	-
<b>Expenditure</b>						
Purchases	57.98	88.77	186.15	34.85		
Director Remunerations	-	-	-	-	-	-
Interest Payment	-	30.71	-	-	10.50	11.50
Balance as at 31st March, 2021, Debit /(Credit)	(509.97)	(457.47)	(237.97)	(52.07)	-	-
<b>Loan &amp; Advances</b>						
Loan taken during the year	176.00	127.64	-	-	-	-
Loan repayment during the year	1.14	-	-	-	-	-
Conversion of Loan into Equity	685.00	-	-	-	-	-
Balance of Loan at year end, Debit /(Credit) as at 31st March, 2021	-	(510.14)	-	-	-	-



34 Fair values

The carrying value and fair value of financial instruments by category:

Assets and liabilities carried at amortised cost

Particulars	Carrying Value		Fair Value	
	As At March 31, 2021	As At March 31, 2020	As At March 31, 2021	As At March 31, 2020
<b>Financial assets</b>				
Investments				
Trade Receivables	1,15,29,420	1,40,62,500		1,68,75,000
Cash and cash equivalents	4,87,78,019	5,05,74,135	2,65,32,938	3,05,74,135
Bank balances other than cash and cash equivalents	8,15,202	2,85,717	4,87,78,019	2,85,717
Other current assets	84,67,203	43,86,409	8,15,202	43,86,409
Total	2,02,45,211	1,86,69,143	84,67,203	1,08,58,546
	9,13,35,056	8,79,77,904	10,63,38,573	8,29,79,807
<b>Financial liabilities</b>				
Borrowings				
Trade Payables	17,76,52,571	16,57,18,460	17,76,52,571	16,57,18,460
Other Financial Liabilities	3,68,75,025	2,03,10,074	3,68,75,025	2,03,10,074
Total	5,44,36,148	3,75,03,917	5,44,36,148	3,75,03,917
	26,89,63,744	22,35,32,451	26,89,63,744	22,35,32,451

There are no assets and liabilities which have been carried at fair value through the profit and loss account.

Investments in Equity instruments have been carried at fair value through the other comprehensive income.

The management assessed that cash and cash equivalents, trade receivables, trade payables, and other current liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.

35 Capital Management

The company manages its capital to ensure that entities in the Company will be able to continue as a going concern while maximising the return to stakeholders through the optimisation of the capital deployment.

The company determines the amount of capital required on the basis of annual operating plans and long-term product and other strategic investment plans. The funding requirement are met through equity and long-term/ short-term borrowings.

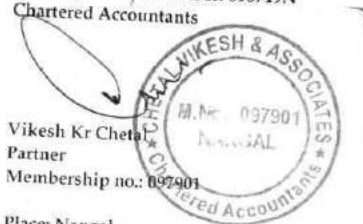
The company monitors the capital structure on the basis of total debt to equity ratio and maturity of the overall debt portfolio of the Company.

Particulars	As At March 31, 2021	As At March 31, 2020
Debt		
Less: cash and cash equivalents	21,96,71,995	20,22,99,761
Net Debt (A)	8,15,202	2,85,717
Equity (B)	21,88,56,793	20,20,14,044
Gearing ratio (A/B)	12,59,37,986	5,38,81,165
	1.74	3.75

36 Previous year figures has been regrouped / re arranged wherever considered necessary .

As per our report of even date


For Chetal Vikesh & Associates  
Firm registration number: 016749N  
Chartered Accountants




Vikesh Kr Chetal  
Partner  
Membership no.: 097901

Place: Nangal  
Date: 15-06-2020

For and on behalf of Board of Directors

  
Harpreet Singh Nibber  
( Director )  
DIN No. 00239042

  
Raminder Singh Nibber  
( Director )  
DIN No. 00239117

Place: Mohali  
Date: 15-06-2020