



**PIX**  
Power Transmission Solutions

*Driving growth!*

40<sup>th</sup>

# ANNUAL REPORT

2021 - 2022



**ANNUAL REPORT-2021-22**

---

|                                       |         |
|---------------------------------------|---------|
| 1. Board of Directors                 | 1       |
| 2. Notice & Annexures                 | 3-18    |
| 3. Chairman's Letter                  | 19      |
| 4. Directors' Report & Annexures      | 20-47   |
| 5. Management Discussion & Analysis   | 48-49   |
| 6. Report on Corporate Governance     | 50-69   |
| 7. Standalone Auditor's Report        | 70-81   |
| 8. Standalone Financial Statements    | 82-139  |
| 9. Consolidated Auditor's Report      | 140-147 |
| 10. Consolidated Financial Statements | 148-207 |
| 11. Attendance Slip                   | 208     |
| 12. Proxy Form                        | 209     |

---

## PRODUCT OVERVIEW



Industrial Belts



Agricultural Belts



Automotive Belts



Lawn Mower Belts



Pulleys & Bushes



Accessory Kit

## CERTIFICATIONS

**IATF**  
**16949:2016**

**ISO**  
**9001:2015**

**ISO**  
**14001:2015**

**ISO**  
**45001:2018**

## BOARD OF DIRECTORS



|                                    |                              |
|------------------------------------|------------------------------|
| <b>Mr. Amarpal Sethi</b>           | Chairman & Managing Director |
| <b>Mr. Sonopal Sethi</b>           | Joint Managing Director      |
| <b>Mr. Rishipal Sethi</b>          | Joint Managing Director      |
| <b>Mr. Sukhpal Singh Sethi</b>     | Whole-time Director          |
| <b>Mr. Karanpal Sethi</b>          | Whole-time Director & CFO    |
| <b>Mr. Joe Paul</b>                | Whole-time Director          |
| <b>Ms. Shirley Paul</b>            | Whole-time Director          |
| <b>Mr. Mohammed Adil Ansari</b>    | Independent Director         |
| <b>Mr. Pradeep Havnur</b>          | Independent Director         |
| <b>Dr. Aqueel A. Mulla</b>         | Independent Director         |
| <b>Mr. Prakashchand Khasgiwala</b> | Independent Director         |
| <b>Mr. Nigel Savio Lobo</b>        | Independent Director         |
| <b>Mr. Jose Jacob</b>              | Independent Director         |
| <b>Mr. Amit Lala</b>               | Additional Director          |

## COMPANY SECRETARY

Mr. Shybu Varghese

## AUDITORS

M/s. B. L. Ajmera & Company  
Chartered Accountants, Jaipur

M/s MSKA & Associates  
Chartered Accountants, Mumbai

## BANKERS

1. State Bank of India
2. Kotak Mahindra Bank
3. Citi Bank N.A
4. HDFC Bank

## SHARE TRANSFER AGENT

Link Intime India Private Limited  
C101, 247 Park,  
L. B. S. Marg, Vikhroli West,  
Mumbai 400 083  
Tel No.: +91-22-49186000  
Fax: +91-22-49186060  
Website: [www.linkintime.co.in](http://www.linkintime.co.in)  
E-mail: [isrl@linkintime.co.in](mailto:isrl@linkintime.co.in)



**PIX TRANSMISSIONS LIMITED**

**Corporate Office:**

One BKC, B Wing, 12th Floor, Unit No.1208,  
Bandra-Kurla Complex,  
Bandra (East), Mumbai-400 051  
Tel: 022-6138 3000



**PIX TRANSMISSIONS LIMITED**

**Registered & Marketing Office:**

J-7, M.I.D.C., Hingna Road, Nagpur-440 016  
Tel.: +91-7104-669000,  
Website: [www.pixtrans.com](http://www.pixtrans.com)  
Email: [cosecretary@pixtrans.com](mailto:cosecretary@pixtrans.com)  
CIN: L25192MH1981PLC024837



**PIX TRANSMISSIONS LIMITED**

**Wrap Belt Manufacturing Plant**

K-36, K-37 & K-38, MIDC, Hingna Road,  
Nagpur-440 016



**PIX TRANSMISSIONS LIMITED**

**Timing, Raw Edge Cogged & Poly-V Belt Manufacturing Plant**

Khasra No.25, 45, 46/1, 46/2, 47 & 48  
Mouza Nagalwadi, Tehsil-Hingna, Nagpur-440 016



**PIX TRANSMISSIONS LIMITED**

**MEC Plant**

Khasra No.57, Mouza Nagalwadi,  
Tehsil-Hingna, Nagpur-440 016



**PIX LOGISTICS HUB**

Khasra No.13, 14, 15/3 Village Sangam,  
Tehsil-Hingna, Nagpur-440 016

Notice is hereby given that the Fortieth Annual General Meeting of PIX TRANSMISSIONS LIMITED will be held on Wednesday 20th July 2022 at the registered office of the company at J-7, MIDC, Hingna, Road, Nagpur at 09:30 AM to transact the following business:

#### ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Statement of Profit and Loss for the Year ended 31st March 2022 and the Balance Sheet as on that date together with the Reports of Directors and Auditors thereon.
2. To declare a dividend on Equity Shares for the Financial Year ended 31st March 2022.
3. To appoint a Director in place of Mr. Amarpal Sethi (DIN: 00129462), who retires by rotation and being eligible offers himself for re-appointment.
4. To appoint a Director in place of Mr. Sukhpal Singh Sethi (DIN: 00129235), who retires by rotation and being eligible offers himself for re-appointment.
5. To appoint a Director in place of Mr. Sonopal Sethi (DIN: 00129276), who retires by rotation and being eligible offers himself for re-appointment.
6. To consider and, if thought fit, to pass the following resolution as an Ordinary Resolution:-

**“RESOLVED THAT** pursuant to the provisions of Sections 139, 142 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 as amended from time to time or any other law for the time being in force (including any statutory modification(s) or amendment(s) thereto or re-enactment thereof for the time being in force) and upon recommendation of the Audit Committee, M/s MSKA & Associates, Chartered Accountants, (Firm Registration No. 105047W) be appointed as Statutory Auditors of the Company from the conclusion of this meeting, to hold office for a period of four years till the conclusion of the 44th Annual General Meeting of the Company, at a remuneration of Rs 22 Lakhs per annum (exclusive of taxes and reimbursement of out of pocket expenses as may be incurred during the audit).

#### SPECIAL BUSINESS

##### 7. Appointment of Mr Amit Sethi to office or place of profit

**“RESOLVED THAT** pursuant to the provisions of section 188(1)(f) of the Companies Act 2013, read with rule 15(30)(b) of Companies (Meetings of Board and its powers) rules 2014 and other applicable provisions if any, including any statutory modifications or re-enactments thereof for the time being in force consent of members is hereby accorded to the appointment of Mr Amit Sethi son of Mr Sonopal Sethi, Joint Managing Director of the company, holding an office or place of profit as General Manager – Operations of the company wef 1st April 2022 at a remuneration for an amount not exceeding Rs 39 Lacs per annum .”

**“FURTHER RESOLVED THAT** any one of the Directors viz Mr. Amarpal Sethi, Mr. Sukhpal Singh Sethi, Mr Rishipal Sethi and Mr Karanpal Sethi be and hereby authorized to do all such acts, deeds and things, as may be deemed necessary to give effect to the foregoing resolution.”

##### 8. To ratify remuneration of Cost Auditor for the F.Y. 2022-23

To consider, and if thought fit, to pass, the following Resolution as an Ordinary Resolution:

**“RESOLVED THAT** pursuant to the provision of Section 148 and other applicable provisions, if any of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 (including statutory modification(s) or re-enactment thereof, for the time being in force) M/S Manisha & Associates, Cost Accountants, Nagpur, the cost auditors appointed by the Board of Directors of the company, to conduct the audit of the cost records of the company for the financial year ending 31st March, 2023 be paid remuneration of Rs 50,000/- (Rupees Fifty Thousand only) plus applicable taxes and reimbursement of out of pocket expenses incurred by them during the course of audit.

**For and on behalf of the Board of Directors**

Place: Mumbai  
Date: 13/05/2022

**Amarpal Sethi**  
Chairman and Managing Director

## ANNEXURE TO NOTICE

1. The relative Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 (“Act”) setting out material facts concerning the business under Item Nos. 6 to 8 of the Notice, is annexed hereto.
2. **A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON HIS/HER BEHALF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.**  
Pursuant to the provisions of Section 105 of the Companies Act, 2013, a person can act as a proxy on behalf of not more than fifty members and holding in aggregate not more than ten percent of the total Share Capital of the Company. Members holding more than ten percent of the total Share Capital of the Company may appoint a single person as proxy, who shall not act as a proxy for any other Member. The instrument of Proxy, in order to be effective, should be deposited at the Registered Office of the Company, duly completed and signed, not later than 48 hours before the commencement of the meeting. A Proxy Form is annexed to this Report. Proxies submitted on behalf of limited companies, societies, etc., must be supported by an appropriate resolution/authority, as applicable.
3. Register of Members and the transfer books of the Company will remain closed from Wednesday 13th July 2022 to Wednesday 20th July 2022 (both days inclusive).
4. Pursuant to Section 101 and Section 136 of the Companies Act, 2013 read with relevant Rules made there under, Companies can serve Annual Reports and other communications through electronic mode to those Members who have registered their e-mail address either with the Company or with the Depository. Members holding shares in physical form and who have not registered their e-mail address are requested to register on [https://linkintime.co.in/emailreg/email\\_register.html](https://linkintime.co.in/emailreg/email_register.html) or write to M/s. Link Intime India Private Ltd, the registrar and share transfer agent of the Company. Members holding shares in Demat form are requested to register their e-mail address with their Depository participant(s) only. In view of Ministry of Corporate Affairs(MCA) circular dated 5th May 2022 and Securities and Exchange Board of India (SEBI) circular dated 13th May 2022, providing relaxation from sending hard copy of annual report to the shareholders who have not registered their e-mail address, the notice of the AGM along with the Annual Report 2021-22 is being sent through electronic mode to those members whose e-mail addresses are registered with the company/Depositories.
5. The Notice of AGM along with Annual Report for the financial year 2021-22, is available on the website of the Company at [www.pixtrans.com](http://www.pixtrans.com), on the website of Stock Exchanges i.e. BSE Limited and National Stock Exchange of India Limited(NSE) and on the website of NSDL at [www.evoting.nsdl.com](http://www.evoting.nsdl.com)
6. Pursuant to Section 124 of the Companies Act, 2013 the unpaid dividends that are due for transfer to Investor Education and Protection Fund are as follows:

| Type    | Date of Declaration | For the year ended | Due for transfer |
|---------|---------------------|--------------------|------------------|
| Final   | 23/09/2015          | 2014-15            | 27/11/2022       |
| Interim | 18/03/2016          | 2015-16            | 22/05/2023       |
| Final   | 28/09/2016          | 2015-16            | 01/12/2023       |
| Final   | 27/09/2017          | 2016-17            | 02/12/2024       |
| Final   | 19/09/2018          | 2017-18            | 23/11/2025       |
| Final   | 24/07/2019          | 2018-19            | 28/09/2026       |
| Final   | 30/09/2020          | 2019-20            | 06/11/2027       |
| Final   | 18/08/2021          | 2020-21            | 22/10/2028       |

Members are requested to note that, dividends remaining unclaimed for a consecutive period of seven years from the date of transfer to Unpaid Dividend Account of the Company, are liable to be transferred to the Investor Education and Protection Fund (IEPF). The shares in respect of such unclaimed dividends are also liable to be transferred to the Demat account of the IEPF Authority. In view of this, members are requested to claim their dividends from the Company, within the stipulated timeline. The Members, whose unclaimed dividends/shares have been transferred to IEPF, may claim the same by making an online application to the IEPF Authority in web Form No. IEPF-5 available on [www.iepf.gov.in](http://www.iepf.gov.in). For details, please refer to corporate governance report which is a part of this Annual Report.

7. Pursuant to the provisions of Investor Education and Protection Fund (uploading of information regarding unpaid and unclaimed amount lying with companies) Rules 2012, the Company has uploaded the details of unpaid and unclaimed amounts lying with the Company as on 31/03/2021 on the website of the Company ([www.pixtrans.com](http://www.pixtrans.com)), as also on the website of the Ministry of Corporate Affairs.
8. The Members, whose names appear in the Register of Members/list of Beneficial Owners as on Tuesday, 12th July 2022 i.e. the date prior to the commencement of book closure, being the cut-off date will be paid the Final Dividend for the financial year ended 31st March, 2022, as recommended by the Board, if approved at the AGM.
9. Members holding shares in Demat form are hereby informed that bank particulars registered with their respective Depository Participant(s), with whom they maintain their Demat accounts; will be used by the Company for payment of dividend. The Company or its Registrar cannot act on any request received directly from the Members holding shares in Demat form for any change in bank particulars. Members holding shares in Demat form are requested to intimate any change in their address and/or bank mandate to their Depository Participants immediately.
10. Pursuant to Finance Act 2020, dividend income will be taxable in the hands of shareholders w.e.f. April 1, 2020 and the Company is required to deduct tax at source from dividend paid to shareholders at the prescribed rates. For the prescribed rates for various categories, the shareholders are requested to refer ANNEXURE 1 of this notice and also the Finance Act, 2022 and amendments thereof. The shareholders are requested to update their PAN with the Company or Link Intime India Pvt. Ltd (in case of shares held in physical mode) and depositories (in case of shares held in demat mode).
11. Pursuant to Section 108 of the Companies Act, 2013, read with the relevant Rules of the Act, the Company is pleased to provide the facility of remote e-voting to Members to exercise their right to vote by electronic means. The Members, whose names appear in the Register of Members/list of Beneficial Owners as on Tuesday 12th July 2022 i.e. the date prior to the commencement of book closure, being the cut-off date, are entitled to vote on the Resolutions set forth in this Notice. The e-voting period will commence at 9.00 a.m. on Sunday 17th July 2022 and will end at 5.00 p.m. on Tuesday 19th July 2022. The Members desiring to vote through electronic mode may refer to the detailed procedure on e-voting given hereinafter.
12. The facility of Voting through Ballot paper at meeting is also provided to those members, who have not exercised their voting right through electronic means.
13. The members who have cast their vote by remote e-voting prior to the meeting may also attend the meeting but shall not be entitled to cast their vote again.

14. The Board of Directors has appointed Mr. Sahib Chauhan (Membership No. 146408) practicing Chartered Accountant as the Scrutinizer to scrutinize the voting during the AGM and remote e-voting process in a fair and transparent manner.

**THE INSTRUCTIONS FOR MEMBERS FOR REMOTE E-VOTING ARE AS UNDER:-**

The remote e-voting period begins on Sunday 17th July 2022 at 09:00 A.M. and ends on Tuesday 19th July 2022 at 05:00 P.M. The remote e-voting module shall be disabled by NSDL for voting thereafter. The Members, whose names appear in the Register of Members / Beneficial Owners as on the record date (cut-off date) i.e. Tuesday 12th July 2022 may cast their vote electronically. The voting right of shareholders shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date, being 12th July 2022.

**How do I vote electronically using NSDL e-Voting system?**

*The way to vote electronically on NSDL e-Voting system consists of “Two Steps” which are mentioned below:*

**Step 1: Access to NSDL e-Voting system**

**A) Login method for e-Voting for Individual shareholders holding securities in demat mode**

In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Login method for Individual shareholders holding securities in demat mode is given on the next page.

| Type of Shareholders  | Login Method   |
|---|--|
| Individual Shareholders holding securities in demat mode with NSDL. | <ol style="list-style-type: none"> <li>Existing <b>IDEAS</b> user can visit the e-Services website of NSDL Viz. <a href="https://eservices.nsd.com">https://eservices.nsd.com</a> either on a Personal Computer or on a mobile. On the e-Services home page click on the <b>“Beneficial Owner”</b> icon un-der <b>“Login”</b> which is available under <b>‘IDEAS’</b> section , this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value add-ed services. Click on <b>“Access to e-Voting”</b> under e-Voting services and you will be able to see e-Voting page. Click on company name or <b>e-Voting service provider i.e. NSDL</b> and you will be re-directed to e-Voting website of NSDL for casting your vote during the remote e-Voting period.</li> <li>If you are not registered for IDEAS e-Services, option to register is available at <a href="https://eservices.nsd.com">https://eservices.nsd.com</a>. Se-lect <b>“Register Online for IDEAS Portal”</b> or click at <a href="https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp">https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp</a></li> <li>Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <a href="https://www.evoting.nsd.com/">https://www.evoting.nsd.com/</a> either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon <b>“Login”</b> which is available under <b>‘Shareholder/Member’</b> sec-tion. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Veri-fication Code as shown on the screen. After successful authentication, you will be redirected to NSDL De-pository site wherein you can see e-Voting page. Click on company name or <b>e-Voting service provider i.e. NSDL</b> and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period.</li> <li>Shareholders/Members can also download NSDL Mo-bile App <b>“NSDL Speede”</b> facility by scanning the QR code mentioned below for seamless voting experience.</li> </ol> <p><b>NSDL Mobile App is available on</b></p> <div style="display: flex; justify-content: space-around; align-items: center;"> <div style="text-align: center;">   </div> <div style="text-align: center;">   </div> </div> |
| Individual Shareholders holding securities in demat mode with CDSL  | <ol style="list-style-type: none"> <li>Existing users who have opted for Easi / Easiest, they can login through their user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are <a href="https://web.cdslindia.com/myeasi/home/login">https://web.cdslindia.com/myeasi/home/login</a> or <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on New System Myeasi.</li> <li>After successful login of Easi/Easiest the user will be also able to see the E Voting Menu. The Menu will have links of <b>e-Voting service provider i.e. NSDL</b>. Click on <b>NSDL</b> to cast your vote.</li> <li>If the user is not registered for Easi/Easiest, option to register is available at <a href="https://web.cdslindia.com/myeasi/Registration/EasiRegistration">https://web.cdslindia.com/myeasi/Registration/EasiRegistration</a></li> </ol>  |

| Type of Shareholders   | Login Method   |
|--|--|
| Individual Shareholders holding securities in demat mode with CDSL                                     | 4. Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN No. from a link in <a href="http://www.cdslindia.com">www.cdslindia.com</a> home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the demat Account. After successful authentication, user will be provided links for the respective ESP i.e. <b>NSDL</b> where the e-Voting is in progress.  |
| Individual Shareholders (holding securities in demat mode) login through their depository participants | You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. upon logging in, you will be able to see e-Voting option. Click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period |

**Important note:** Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

**Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. NSDL and CDSL.**

| Login type   | Helpdesk details   |
|--|--|
| Individual Shareholders holding securities in demat mode with NSDL | Members facing any technical issue in login can contact NSDL helpdesk by sending a request at <a href="mailto:evoting@nsdl.co.in">evoting@nsdl.co.in</a> or call at toll free no.: 1800 1020 990 and 1800 22 44 30             |
| Individual Shareholders holding securities in demat mode with CDSL | Members facing any technical issue in login can contact CDSL helpdesk by sending a request at <a href="mailto:helpdesk.evoting@cdslindia.com">helpdesk.evoting@cdslindia.com</a> or contact at 022-23058738 or 022-23058542-43 |

**B) Login Method for e-Voting shareholders other than Individual shareholders holding securities in demat mode and shareholders holding securities in physical mode.**

**How to Log-in to NSDL e-Voting website?**

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile.
2. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section.
3. A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen.  
*Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.*
4. Your User ID details are given on the next page :

| Manner of holding shares<br>i.e. Demat (NSDL or CDSL) or Physical | Your User ID is   |
|---|---|
| a) For Members who hold shares in demat account with NSDL.        | 8 Character DP ID followed by 8 Digit Client ID<br><br>For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****    |
| b) For Members who hold shares in demat account with CDSL.        | 16 Digit Beneficiary ID<br>For example if your Beneficiary ID is 12***** then your user ID is 12*****   |
| c) For Members holding shares in Physical Form                    | EVEN Number followed by Folio Number registered with the company<br><br>For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001*** |

5. Password details for shareholders other than Individual shareholders are given below:
  - a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
  - b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.
  - c) How to retrieve your 'initial password'?
    - (i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.
    - (ii) If your email ID is not registered, please follow steps mentioned below in **process for those shareholders whose email ids are not registered.**
  
6. If you are unable to retrieve or have not received the "Initial password" or have forgotten your password:
  - a) Click on "**Forgot User Details/Password?**"(If you are holding shares in your demat account with NSDL or CDSL) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
  - b) **Physical User Reset Password?**" (If you are holding shares in physical mode) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
  - c) If you are still unable to get the password by aforesaid two options, you can send a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) mentioning your demat account number/folio number, your PAN, your name and your registered address etc.
  - (d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
  
7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.
8. Now, you will have to click on "Login" button.
9. After you click on the "Login" button, Home page of e-Voting will open.

**Step 2: Cast your vote electronically on NSDL e-Voting system.**

How to cast your vote electronically on NSDL e-Voting system?

1. After successful login at Step 1, you will be able to see all the companies “EVEN” in which you are holding shares and whose voting cycle
2. Select “EVEN” of company for which you wish to cast your vote during the remote e-Voting period Now you are ready for e-Voting as the Voting page opens.
3. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on “Submit” and also “Confirm” when prompted.
4. Upon confirmation, the message “Vote cast successfully” will be displayed.
5. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
6. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

**General Guidelines for shareholders**

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to [sahibchauhan@gmail.com](mailto:sahibchauhan@gmail.com) with a copy marked to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in).
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the “Forgot User Details/Password?” or “Physical User Reset Password?” option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com) to reset the password.
3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of [www.evoting.nsdl.com](http://www.evoting.nsdl.com) or call on toll free no.: 1800 1020 990 and 1800 22 44 30 or send a request to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in)

**Process for those shareholders whose email ids are not registered with the depositories/ company for procuring user id and password and registration of e mail ids for e-voting for the resolutions set out in this notice:**

- i. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to [co-secretary@pixtrans.com](mailto:co-secretary@pixtrans.com)
- ii. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) to [cosecretary@pixtrans.com](mailto:cosecretary@pixtrans.com). If you are an Individual shareholders holding securities in demat mode, you are requested to refer to the login method explained at step 1 (A) i.e. Login method for e-Voting for Individual share-holders holding securities in demat mode.
- iii. Alternatively shareholder/members may send a request to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) for pro-curing user id and password for e-voting by providing above mentioned documents.
- iv. In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.

15. Members holding shares in physical form are requested to intimate any change of address and/or bank mandate to M/s. Link Intime India Private Limited the registrar and share transfer agent of the Company immediately.
16. Members seeking any information with regard to the accounts or any matter to be placed at the AGM, are requested to write to the Company or e-mail at cosecretary@pixtrans.com at least one week in advance before the meeting , so as to enable the management to keep the information ready.
17. The route map showing directions to reach the venue of the Fortieth AGM is annexed with attendance slip.
18. The results declared along with the Scrutinizer’s Report shall be placed on the website of the Company www.pixtrans.com and on the website of NSDL www.evotingindia.com immediately. The results will also be communicated to National Stock Exchange of India Ltd (NSE) and BSE Limited, where the shares of the Company are listed.
19. Additional information on directors recommended for appointment/ re-appointment as required under Regulation 36 of the SEBI (LODR) Regulation, 2015

**1. Name of the Director: Mr. Amarpal Sethi**

Mr. Amarpal Sethi, I. Sc., age 72 years, with more than 51 years of manufacturing experience and knowhow in the field of mechanical power transmission. By virtue of his in-tricate knowledge of the technical and manufacturing process, he has streamlined the Company’s operations. Furthermore, Mr. Amarpal Sethi has been instrumental in setting the vision for the Company and creating the necessary infrastructure to achieve the same.

Mr. Amarpal Sethi is relative of Mr. Karanpal Sethi, Mr. Rishipal Sethi, Mr. Sukhpal Singh Sethi and Mr. Sonopal Sethi, who are Executive Directors of the Company.

Mr. Amarpal Sethi is the member of Audit Committee of the company and doesn’t hold any Directorship/Membership of any other listed entities/committees of the board.

**2. Name of the Director : Mr. Sukhpal Singh Sethi**

Mr. Sukhpal Singh Sethi , I. Sc., aged 80 years, has more than 63 years working experi-ence in professionally managed several companies engaged in the Automotive and manufacturing industries. His long standing experience and knowledge is invaluable to the company. Mr. Sukhpal Singh Sethi has successfully and in sustained way contributed significantly toward the improvement and growth of the company.

Mr. Sukhpal Singh Sethi is relative of Mr. Amarpal Sethi, Mr. Sonopal Sethi, Mr. Rishipal Sethi and Mr. Karanpal Sethi who are Executive Directors of the Company.

Mr. Sukhpal Singh Sethi is the member of Stakeholders Relationship Committee of the company and doesn’t hold any Directorship/Membership of any other listed enti-ties/committees of the board.

**3. Name of the Director : Mr. Sonopal Sethi**

Mr. Sonopal Sethi, B.Sc. Grad PRI (UK) aged 56 years with more than 34 years working experience in professionally managed company engaged in automobile industry. His long standing experience in automobile industry is useful to the company. Mr. Sonopal Sethi has successfully and in sustained way contributed significantly towards improvement and growth of the company.

Mr. Sonopal Sethi is relative of Mr. Sukhpal Singh Sethi, Mr. Amarpal Sethi, Mr. Rishipal Sethi and Mr. Karanpal Sethi who are Executive Directors of the Company.

Mr. Sonopal Sethi is the member of Stakeholders Relationship Committee of the company and doesn't hold any Directorship/Membership of any other listed entities/committees of the board.

**EXPLANATORY STATEMENT IN PURSUANCE TO THE PROVISION OF SECTION 102 OF THE COMPANIES ACT, 2013**

The following explanatory statement sets out all material facts relating to various Business including Special Business of the accompanying Notice of the Annual General Meeting to be held on 20th July 2022.

**ITEM NO. 6 APPOINTMENT OF STATUTORY AUDITORS :**

The Members of the Company at the 35TH Annual General Meeting ('AGM') held on 27th September, 2017 approved the appointment of M/s B. L Ajmera & Co. , Chartered Accountants ( Firm Registration No 001100C) , as the Statutory Auditors of the Company for a period of five years from the conclusion of the said AGM.

In terms of the said approval and Section 139 of the Companies Act, 2013 ('the Act') read with the Companies (Audit and Auditors) Rules, 2014 , M/s B. L Ajmera & Co., Chartered Accountants, the current Statutory Auditors of the company will complete their present term of five years on conclusion of this AGM.

The Board of Directors of the Company ('the Board'), on the recommendation of the Audit Committee ('the Committee') has appointed M/s MSKA & Associates, Chartered Accountants, (Firm Registration No. 105047W), as the Statutory Auditors of the Company for a period of four years from the conclusion of this AGM till the conclusion of the 44th AGM, subject to the approval of members in General Meeting.

The Members of the Company through postal ballot(Only by voting through electronic means) held from 1st September 2021 to 30th September 2021 has approved the appointment of M/s MSKA & Associates , Chartered Accountants, (Firm Registration No. 105047W), as Joint Statutory Auditors of the Company for a period of one year to hold office until the conclusion of the 40th Annual General Meeting of the company , their one year term will be completed on conclusion of this AGM , hence in accordance with the provisions of Sections 139, 142 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 as amended from time to time , their appointment as Statutory Auditors of the Company has been recommended to members for the balance tenure of four years.

On the recommendation of the Committee, the Board also recommended for the approval of the Members, the remuneration of M/s MSKA & Associates , Chartered Accountants, for the financial year 2022-23 as set

out in the Resolution relating to their appointment.

The Committee considered various parameters like audit experience, market standing of the firm, clientele served, technical knowledge etc., and found M/s MSKA & Associates , Chartered Accountants , to be best suited to handle audit of the financial statements of the Company.

Established in 1978, MSKA & Associates is an Indian partnership firm registered with the Institute of Chartered Accountants of India (ICAI) and the PCAOB (US Public Company Accountancy Oversight Board) with over 1200+ professionals working across various cities in India.

M/s MSKA & Associates , Chartered Accountants , have given their consent to act as the Auditors of the Company and have confirmed that the said appointment, if made, will be in accordance with the conditions prescribed under Sections 139 and 141 of the Act.

None of the Directors and Key Managerial Personnel of the Company, or their relatives, is interested in this Resolution.

The Board recommends the resolution at Item No. 6 for approval of members.

### **ITEM NO. 7 : OFFICE OR PLACE OF PROFIT:**

In accordance with the provisions of section 188(1)(f) of the Companies Act 2013, read with rule 15(3)(b) of Companies (Meetings of Board and its powers) rules 2014 , which governs the related party transactions , it is required for a company to obtain prior approval of the Board of Directors and Shareholders for the related party's appointment to any office or place of profit.

The Board of Directors of the company on the recommendation of the Nomination and Remuneration Committee, at their meeting held on 11th February 2022, had approved the appointment of Mr. Amit Sethi as General Manager-operations of the company wef 1st April 2022 at a remuneration for an amount not exceeding Rs 39 Lacs per annum, subject to the approval of the shareholders by way of an ordinary resolution.

Mr. Amit Sethi is son of Mr. Sonopal Sethi, who is holding position in company as Joint Managing Director.

Mr. Amit Sethi, Mr. Sonopal Sethi and their relatives Mr. Amarpal Sethi, Mr. Sukhpal Singh Sethi, Mr Rishipal Sethi and Mr Karanpal Sethi, Directors of the company, are interested in this item of business to the extent of their shareholding.

Except above mentioned persons, none of the other Directors or KMP and their relatives are in any way concerned with or interested financially or otherwise in the resolution at item no 7 of the accompanying notice.

The board recommends the Ordinary Resolution set out at item no 7 of the Notice for approval by the members.

**ITEM NO. 8 : Remuneration of Cost Auditors :**

The Board of Directors at its meeting held on 13th May , 2022 , on recommendation of the Audit Committee, has approved the appointment of M/s Manisha & Co, Cost Accountants, Nagpur, to conduct the audit of the cost records maintained by the company for the financial year 2022-23 at a remuneration of Rs 50,000/- (Rupees Fifty Thousand only) plus applicable taxes and reimbursement of out of pocket expenses incurred by them during the course of audit.

In accordance with the provisions of Section 148 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the cost Auditors has to be ratified by the members of the company.

Accordingly, consent of the members is sought for passing an ordinary resolution as set out in item no. 8 of the Notice for ratification of the remuneration payable to the Cost Auditors for the financial year 2022-23.

**For and on behalf of the Board of Directors**

**Place:Mumbai  
Date: 13/05/2022**

**Amarpal Sethi  
Chairman and Managing Director**

**Annexure-1 to AGM Notice  
TDS Instructions on Dividend Distribution**

**1. Applicability :**

In Compliance with the Finance Act, 2020, for any dividend distribution to shareholders on or after April 1, 2020 tax will be deducted at source ('TDS') by the Company. No TDS will be deducted for the exempted category of shareholders, provided they furnish the requisite documents with the Company's Share Registrar & Transfer Agent (RTA) on or before 'Cut-off date'.

**2. Cut-off Date :**

12th July 2022

**3. Exempted Category :**

- a. LIC/GIC/The New India Assurance Company Ltd / United India Insurance Company Ltd / The Oriental Insurance Company Limited / National Insurance Company Ltd and Other Insurance Companies in respect of any shares owned by it or in which it has full beneficial interest;
- b. Government; Reserve Bank of India; a corporation established by or under a Central Act which is, under any law for the time being in force, exempt from income-tax on its income; mutual funds;
- c. Any person for, or on behalf of, the New Pension System Trust referred to in section 10(44); Alternative Investment Fund (Category I&II) or any other exempted entity;
- d. Resident shareholders, furnishing valid Form 15G & Form 15H;
- e. In case of non-resident shareholders, no TDS shall be deducted subject to furnishing of valid self-attested documentary evidence like copy of registration, order or notification issued by the Indian Income Tax Authority.

**4. Lower TDS / Withholding tax rates :**

- a. In case of Resident shareholders: TDS shall be deducted at the rate prescribed in the Lower Tax Withholding Certificate issued by competent tax authority, if same is submitted with RTA before the cut-off date.
- b. In case of non-resident shareholders (excluding FII/FPI): TDS as per Income Tax Act or Tax Treaty rate, whichever is beneficial shall be applied provided the non-resident shareholder submits the following specified documents;
  - i. Self-attested copy of PAN;
  - ii. Self- attested copy of TRC for FY 2022-23, issued by the tax authority of the country of which shareholder is resident;
  - iii. Self-declaration in Form 10F; and
  - iv. Self-declaration on 'No-Permanent Establishment in India', in the format provided in Annexure-2 of AGM Notice

**5. TDS Rates for FY 2022-23:**

- i. Resident Shareholders

| With PAN | Without PAN |
|----------|-------------|
| 10%      | 20%         |

- ii. Non-resident Shareholders: 20% (Plus applicable Surcharge & Cess)

**General Notes:**

1. Tax rates that are applicable to shareholders depend upon their residential status and classification. All shareholders are thereby requested to update the residential status and category in their respective Demat accounts if the shareholding is in demat form or with Company's RTA, if the shareholding is held in physical form, as may be applicable before the Cut-off date.
2. Application of any exemption from TDS/ lower / beneficial rate of tax is subject to submission of the requisite & valid documents with RTA before the cut-off date and also verification of the submitted documents by the Company. If the documents submitted by the shareholder are found incomplete or ambiguous, exemption/lower/beneficial rate of tax shall not be applied. Shareholders have option to claim refund of excess tax deducted from their respective Tax Authorities, in case the Company had deducted tax at source at higher rate due to non-submission / incomplete submission of documents with the RTA. No claim shall lie against the Company for such taxes deducted.
3. TDS certificates will be emailed to the shareholder's registered email ID in due course. Shareholders can also view the credit of TDS in their respective Form 26AS.
4. In case of joint shareholders, the shareholder named first in the Register of Members shall furnish the requisite documents for claiming any beneficial tax rate applicability.
5. The referred documents can be submitted with Company's RTA before the cut-off date by followings mode:
  - a. Online upload at <https://linkintime.co.in/formsreg/submission-of-form-15g-15h.html>
  - b. By post/courier to :  
M/s. Link Intime India Private Limited  
Unit : PIX TRANSMISSIONS LTD  
C-101, 247 Park, L.B.S. Marg,  
Vikhroli West,  
Mumbai-400 083,  
Maharashtra, India

**Annexure-2 to AGM Notice  
Format of Declaration for No-Permanent Establishment in India**

Date:

To,  
PIX Transmissions Ltd  
J-7, MIDC, Hingna Road  
Nagpur-440016  
Maharashtra, India

Subject: Self-declaration for Indian Financial Year (FY) 2022-23 with respect to avilment of tax treaty benefits in relation to receipt of dividend income from M/s Pix Transmissions Limited

With reference to the captioned subject and in relation to the appropriate deduction of taxes on the dividend payable to me / us by Pix Transmissions Limited (“the Company”), I / We hereby declare as under:

1. I / We, \_\_\_\_\_ (full name of the shareholder), having Permanent Account Number (PAN) under the Indian Income tax Act, 1961 (‘the Act’) \_\_\_\_\_ (mention PAN), and holding \_\_\_\_\_ (mention number of shares held) number of shares of the Company as on the record date. I / We am / are a tax resident of \_\_\_\_\_ (country name). A copy of the valid tax residency certificate for the period April 1, 2021 to March 31, 2022, is attached herewith.
2. I / We am / are tax resident of the \_\_\_\_\_ (country name) as defined un-der Article \_\_\_ of the tax treaty between India and \_\_\_\_\_ (‘the applicable tax treaty’). I / We am / are eligible to be governed by the provisions of the applicable tax treaty as modified by the “Multilateral Instrument (MLI)” and meet all the necessary conditions to avail the benefits under the applicable tax treaty.
3. I / We do not have any Permanent Establishment (‘PE’) or fixed base in India as con-strued under relevant Articles of the applicable tax treaty nor do we have any PE or business connection in India as construed under the relevant provisions of the Act.
4. As required to claim the benefits of the lower tax rate under the applicable tax treaty in relation to the dividend income to be received by me / us from the Company, I / We specifically confirm that I / We am / are the beneficial owner of the above referred eq-uity shares of the Company and the dividend income receivable from the Company in relation to the said shares.

I / We further declare that I/ we have the right to use and enjoy the dividend received/ receiv-able from the above shares and such right is not constrained by any contractual and/ or legal obligation to pass on such dividend to another person.

- I / We specifically confirm that my affairs / affairs of \_\_\_\_\_ (full name of the shareholder) were arranged such that the main purpose or the principal purpose thereof was not to obtain tax benefits available under the applicable tax treaty.

- Further, our claim for relief under the tax treaty is not restricted by application of Limitation of Benefit clause, if any, thereunder.

This declaration is valid for the period April 1, 2022 to March 31, 2023.

I / We confirm that the above is true to the best of our knowledge and I / We shall be solely re-sponsible for any adverse income-tax consideration that may arise in India on the dividend income to be received from the Company.

For.....<Mention the name of the payee>

Authorised Signatory

Name:

Designation:

Place:

Date:

Dear Valued Shareholders,

I trust this letter finds you in the best of health.

My team and I would like to take this opportunity to thank you for your constant support and encouragement, especially during the past couple of years where we had to dig deep to ensure that your Company could deliver the best possible results considering the aggravating circumstances. I would also like to express my heartfelt gratitude to all the employees at PIX for their unwavering focus and determination to achieve the task at hand.

I am pleased to report that your Company recorded its highest turnover to date in FY 2021-22 as we continue to expand our presence in overseas markets while further fortifying our market share at home. This feat was only possible on account of the painstaking efforts undertaken by our business partners to ably support our business objectives.

Moreover, the capital expansion project that we embarked upon last FY has been progressing well and is nearing completion. Our Logistics hub has been fully operational since the beginning of FY 2022-23 and we are already able to reap some of its benefits in terms of alleviating administrative overhead as well as duplication of resources. In spite of the unabated increase in commodity and energy prices, I am happy to inform you that our deliverable time lines remained intact with a minimal impact on project costs.

We continued to strengthen our balance sheet by paring debt wherever possible and despite the availment of a term loan to finance our capital expansion project, I am pleased to inform you that our overall ratios continue to remain robust. In fact, your Company is now "A" rated which is further testament to our balance sheet strength.

However, the complexities that arose due to the Covid-19 pandemic have only been further exacerbated owing to the current geo-political tensions as well as the slowdown being witnessed across major geographies. Whilst we continue to review measures that can be adopted to safeguard our operations, we believe that several challenges will persist through the course of the coming year and we will need to show further resolve to overcome them.

You can be rest assured that my team and I will continue with steadfast commitment to garner maximum value for our shareholders by employing best practices throughout our business thereby allowing us to better deal with any eventuality.

Yours Sincerely,  
Amarpal Sethi

Dear Members,

The Directors are pleased to present the Fortieth Annual Report and the Audited Statement of Accounts for the year ended 31st March 2022, together with notice of Annual General Meeting.

**Financial Results**

Given below is the financial performance of the Audited Accounts for the year ended 31st March 2022:

| Particulars                               | (₹ in lacs)     |                 |
|---|-----------------|-----------------|
|   | As on 31.03.22  | As on 31.03.21  |
| Sales (Net — Excise)                      | 41684.92        | 35394.17        |
| Other income                              | 816.85          | 497.65          |
|   | <b>42501.77</b> | <b>35891.82</b> |
| Profit before Dep. & Finance cost         | 11158.12        | 11003.05        |
| Less: Depreciation                        | 2045.30         | 1970.59         |
| Less; Finance Cost                        | 690.86          | 831.66          |
| Profit before tax                         | 8421.96         | 8200.80         |
| Exceptional Items                         | 0.00            | 0.00            |
| Less : Provision for taxation             |                 |                 |
| a) Current year                           | 2140.00         | 2035.00         |
| b) Deferred Tax Liability                 | 80.20           | 52.10           |
| <b>Profit after Tax</b>                   | <b>6201.76</b>  | <b>6113.70</b>  |
| Less :                                    |                 |                 |
| Equity Dividend                           | 681.26          | 272.50          |
| Tax on Dividend                           | 0.00            | 0.00            |
| Total Dividend                            | 681.26          | 272.50          |
| <b>Balance Profit after appropriation</b> | <b>5520.50</b>  | <b>5841.20</b>  |

**SUBSIDIARIES:**

**1. PIX Middle East FZC, UAE**

PIX Middle East FZC incorporated to carry on business of PIX Products in the market of Middle East Countries.

**2. PIX Transmissions Europe Limited, U.K.**

PIX Transmissions Europe Limited incorporated to carry on business of PIX Products and other products in the market of European countries.

**FELLOW SUBSIDIARIES:**

**1. PIX Middle East Trading LLC, UAE**

PIX Middle East Trading LLC, UAE is subsidiary

of PIX Middle East FZC established to carry on business of PIX Products in the market of Middle East Countries.

**2. PIX Germany GmbH, Germany**

PIX Germany GmbH, Germany is subsidiary of PIX Transmissions Europe Limited incorporated to carry on business of PIX Products and other products in the market of European Countries.

As required under the listing Agreement entered into with stock exchange, consolidated financial statement of the company and all its subsidiaries is attached. The consolidated financial statement has been prepared in accordance with Accounting Standard (AS)-21 on Consolidated Financial Statements.

A statement containing brief financial details of the company's subsidiaries for the financial year ended 31st March 2022 is included in the Annual Report and shown as **ANNEXURE 1**. The annual account of these subsidiaries will be available for inspection of members at the registered office of the company.

**DIVIDEND ON EQUITY SHARE:**

The Board recommends a dividend of Rs 6.00 per equity share of face value of Rs 10/- each on the subscribed Capital of the company for the financial year 2021-22 subject to approval of the shareholders.

**DIRECTORS' RESPONSIBILITY STATEMENT:**

Pursuant to section 134(5) of the Companies Act, 2013, The Board of Directors report that:

- i) In the preparation of the annual accounts for the year ended March, 31, 2022, the applicable Accounting Standards read with requirements set out under Schedule III of the Act, have been followed and there are no material departures from the same;
- ii) Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company as at March, 31 2022 and of the Profit or Loss Account for the year ended on that date.
- iii) The Directors have taken proper and sufficient care for the maintenance of adequate

accounting records in accordance with the provisions of the Companies Act, 2013, for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

- iv) The Directors have prepared the Annual Accounts on a going concern basis;
- v) The Directors have laid down internal financial control to be followed by the company and that such internal financial controls are adequate and are operating effectively; and
- vi) The Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

Based on the framework of internal financial controls and compliance systems established and maintained by the Company, work performed by the internal, statutory and secretarial auditors and external consultants and the reviews performed by management and the relevant board committees, including the audit committee the board is of the opinion that the company's internal financial controls were adequate and effective during the financial year 2021-22.

### **PUBLIC DEPOSITS**

The Company has not invited and accepted deposits from the public during the financial year ended 31st March 2022.

### **INSURANCE**

The assets of the Company are adequately insured against the risk of fire and other risks.

### **PARTICULARS OF EMPLOYEES**

Under the provision of Section 197(12) of the Companies Act, 2013 read with Rule 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel), 2014 read with Companies (Particulars of Employees) Rules, 2014, a statement showing the names and other particulars of the employees drawing remuneration in excess of the limits set out in the said rules is provided in the Annual Report as shown as **ANNEXURE 2**.

### **DIRECTORS AND KEY MANAGERIAL PERSONNEL**

In pursuance to the provisions of Act and Articles

of Association of the company Mr. Amarpal Sethi, Mr. Sukhpal Singh Sethi and Mr. Sonopal Sethi retire by rotation and being eligible offer themselves for re-appointment.

The notice convening the AGM includes the proposal for re-appointment of Directors.

The company has devised a policy for the performance evaluation of independent directors, Board committees and other individual directors which include criteria for performance evaluation of non-executive directors and executive directors. The manner in which the evaluation is carried out has been explained in the Corporate Governance Report.

### **MEETING OF THE BOARD**

During the year under review Five Board Meetings were held. The intervening gap between the meetings was within the period prescribed under the Companies Act, 2013. For further details please refer to Corporate Governance Report attached to this Annual Report.

### **AUDIT COMMITTEE**

The Audit committee comprises Independent Directors namely Mr. Mohammed Adil Ansari (Chairman), Mr. Jose Jacob, Mr. Pradeep Havnur and Mr. Amarpal Sethi (Executive Director) as other members. All the recommendations made by the Audit Committee were accepted by the Board.

### **VIGIL MECHANISM**

The vigil mechanism of the company, which also incorporates a whistle blower policy in terms of the of SEBI (LODR), Regulations, 2015, includes an ethics and Compliance Task Force comprising of senior executives of the company. It deals with instance of fraud and mismanagement, if any in the company. In staying true to our values of Strength, Performance and Passion and in line with our vision of being one of the most respected companies in India, the Company is committed to the high standards of Corporate Governance and stakeholder responsibility. The whistle blower Policy ensures that strict confidentiality is maintained while dealing with concerns and also that no discrimination will be meted out to any person for a genuinely raised concern.

**NOMINATION AND REMUNERATION COMMITTEE:**

The Nomination and Remuneration Committee comprises of the Directors namely, Mr. Pradeep Havnur (Chairman), Dr. Aqueel Ahmed Mulla and Mr. Jose Jacob as other members of the committee.

This committee recommends and reviews the appointment and remuneration of Directors. It has adopted a policy which deals with the appointment and remuneration of directors and key managerial persons. The adopted policy decides about the manner of selection of executive directors, key managerial persons, and independent directors. The policy also decides about the criteria to be followed for recommending the remuneration of directors and key managerial persons.

**BOARD EVALUATION**

The Board of Directors has carried out an annual evaluation of its own performance, Board Committees and individual directors pursuant to the provision of Act and the Corporate Governance requirement as prescribed by Securities and Exchange Board of India (SEBI) under Regulation 27 of the SEBI (Listing Obligation and Disclosure Requirements), Regulations, 2015. The performance of Board was evaluated by the Board after seeking inputs from all directors on the basis of criteria such as Board Composition & Structure, Effectiveness of Board Process, Information, and functioning, etc.

In a separate meeting of Independent directors' performance of Executive Directors, performance of the Board as whole and performance of Chairman was evaluated, taking into account the views of executive directors and non-executive Directors.

**LOANS, GUARANTEES AND INVESTMENTS**

Details of Loans, Guarantees and Investments covered under the provisions of Section 186 of the Companies Act, 2013 are given in the notes to the Financial Statements.

**RELATED PARTY TRANSACTION**

All related party transactions that were entered into during the financial year were on arm's length basis and were in the ordinary course of the business. There are no materially significant related party transactions made by the company with Promoters, Key Managerial Personnel or

other designated persons which may have potential conflict with interest of the company at large. The particulars of such related party transactions are annexed herewith as **Annexure-3**.

**CORPORATE SOCIAL RESPONSIBILITY (CSR)**

In terms of section 135 and Schedule VII of the Companies Act, 2013, the Board of Directors of your Company has constituted a CSR Committee comprising Mr. Rishipal Sethi (Chairman), Mr. Joe Paul (Whole-time Director) and Dr. Aqueel A Mulla (Independent Director) as other members of the committee.

The Company has undertaken CSR initiatives in areas of Education and Health which are projects in accordance with Schedule VII of the Companies Act, 2013.

A detailed report on CSR activities undertaken during the financial year 2021-22 is enclosed as **ANNEXURE - 4**.

The CSR Policy recommended by CSR committee and approved by the Board has been uploaded on the website of the Company at [www.pixtrans.com](http://www.pixtrans.com).

**EXTRACT OF ANNUAL RETURN**

As provided under Section 92(3) of the act, the extract of annual return in the prescribed Form MGT-9 has been enclosed as **ANNEXURE - 5**.

**STATUTORY AUDITOR**

M/S B L. Ajmera & Co, Chartered Accountants, Jaipur (Firm Registration No. 001100C) had been appointed as the statutory auditors of the Company for the period of five years from the conclusion of the 35th Annual General Meeting of the Company held on September 27, 2017, till the conclusion of this Annual General Meeting.

The Members of the Company through postal ballot(Only by voting through electronic means) held from 1st September 2021 to 30th September 2021 has approved the appointment of M/s MSKA & Associates , Chartered Accountants, (Firm Registration No. 105047W), as Joint Statutory Auditors of the Company for a period of one year to hold office until the conclusion of this 40th Annual General Meeting of the company.

The Board of Directors, on the recommendation of the Audit Committee, recommended for the

approval of Members, the appointment of M/s MSKA & Associates, Chartered Accountants, (Firm Registration No. 105047W), who was appointed as Joint Statutory Auditors for the period of one year to hold office until the conclusion of this meeting, as the Statutory Auditors of the Company for the balance tenure of four years from the conclusion of this AGM till the conclusion of the 44th AGM.

### AUDITORS' REPORT

There are no qualifications, observations or adverse remarks in the Audit Report issued by the Statutory Auditors of the company for the financial year ended March 31, 2022. The notes forming part of the accounts are self explanatory and do not call for any further clarifications.

### COST AUDITOR

Pursuant to the provision of Section 148 of the Companies Act, 2013 read with Companies (Cost Records and Audit) Rules 2014, the Board of Directors on recommendation of Audit Committee has appointed M/s. Manisha & Associates, Cost Accountants, as cost auditors of the Company to carry out the audit of cost accounting records for the financial year 2022-23. Proposal for ratification of remuneration of the Cost Auditor is placed before the shareholders.

### REPORT ON INTERNAL FINANCIAL CONTROL

The report on Internal Financial Control as required under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 has been attached along with Auditor's Report.

### SECRETARIAL AUDITOR

Pursuant to provisions of section 204 of the Companies Act, 2013 and The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 the company has appointed M/s S.D Bargir & Co, a firm of company Secretaries in practice to undertake the Secretarial Audit of the Company for the financial year 2021-22. The Secretarial Audit Report submitted by the Secretarial Auditors is enclosed herewith as a part of this report and shown as ANNEXURE-6.

### RISK MANAGEMENT

The Board of Directors of the company has formed a Risk Management Committee to frame, implement and monitor the Risk Management Plan for the company. The committee is responsible for reviewing the Risk Management

Plan and ensuring its effectiveness. The Committee has additional oversight in the area of financial risks and controls. Major risks identified by the businesses and functions are systematically addressed through mitigating action on a continuing basis. The development and implementation of Risk Management Policy has been covered in the Management Discussions and Analysis, which forms part of this report.

### DIRECTORS/KEY MANAGERIAL PERSONNEL (KMP)/EMPLOYEES.

The information required pursuant to Section 197 read with Rule 5(1) of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and Companies (Particulars of Employees) Rules, 1975, in respect of Directors/KMP of the Company is furnished hereunder:

(₹ in lacs)

| Name                | Remuneration paid FY 2021-22 | Remuneration paid FY 2020-21 | Increase in remuneration from previous year | Ratio of remuneration /Times per Median of employee remuneration |
|---------------------|------------------------------|------------------------------|---|--|
| Amarpal Sethi       | 153.36                       | 124.99                       | 28.37                                       | 29.70  |
| Sonepal Sethi       | 144.30                       | 117.60                       | 26.70                                       | 27.95  |
| Rishipal Sethi      | 144.30                       | 117.60                       | 26.70                                       | 27.95  |
| Sukhpal Singh Sethi | 144.30                       | 117.60                       | 26.70                                       | 27.95  |
| Karanpal Sethi      | 138.10                       | 112.51                       | 25.59                                       | 26.75  |
| Joe Paul            | 96.78                        | 84.02                        | 12.76                                       | 18.74  |
| Shirley Paul        | 95.67                        | 83.10                        | 12.57                                       | 18.53  |

### CONSERVATION OF ENERGY AND TECHNOLOGY ABSORPTION

#### Conservation of energy:

Company is always looking towards every step in the direction of conservation of energy. Supply of better quality water and reduction of consumption of water, steam, fuel and electricity have improved consumption ratio with respect to per ton of finished product, thereby conserving energy.

The Major sources of energy in the company are:

1. Fuel/Steam
2. Electricity
3. Water

#### 1.0 Conservation of steam

1.1 Fuel change from furnace oil to Biomass briquette by replacing the steam boilers from furnace oil fired Boiler to solid fuel Boiler has reduced the consumption of fuel.

1.2 Automation of the belt curing pots has

optimized the steam utilization, controlled on steam wastage which has resulted to saving of steam consumption.

1.3 Use of solid fuel adhesive has reduced the consumption of Biomass briquette fuel.

1.4 Waste heat recovery systems have been introduced in pot and press section. The waste heat is utilized for pre-heating of boiler feed water.

1.5 Reuse of condensate has reduced the consumption of fuel.

1.6 Heating of water by using flash steam in process area has reduced the steam consumption.

1.7 Reduction in fuel consumption by use of good quality water for boiler feed & regular cleaning & maintenance of boilers.

1.8 Optimum utilization of steam, control on wastage & leakages of steam and maintaining proper insulation has contributed to saving of steam consumption.

1.9 The manufacturing plant incorporates the most advanced and next gen advanced Air curing pots on High pressure air thereby resulted in Steam consumption Volume.

## **2.0 Conservation of electricity**

2.1 Installation of natural sky lights sheets on plant builds resulted in saving of electricity in daytime.

2.2 Installation of Natural Day light Domes on Sheds resulted in saving of electricity in day time.

2.3 Provision of Special grade Insulation below roof and sides resulted in drop in temperatures, thereby reducing Air Coolers and Air conditioners Electrical consumption.

2.4 Installations of Turbo- Ventilators (Self draft driven), has added savings in consumption.

2.5 Old reciprocating type air compressors / chilling plants and old process machineries has been replaced by energy efficient screw type air compressors / chilling plants and new automated process machineries which has reduced electricity consumption significantly.

2.6 Optimum utilization of compressed air & chilled water, control on wastage & leakages and maintaining proper insulation has contributed to saving of compressed air & chilled water, which has resulted to saving of electricity.

## **3.0 Conservation of water**

3.1 By setting up a new sewage treatment plant & new effluent treatment plant, treated water is used for gardening, floor washing, toilets etc which resulted in reduction of fresh water consumption.

3.2 Installation of cooling towers for re-circulation of water used for machines cooling, conserve the ample quantity of fresh water.

3.3 Use of reverse osmosis plant & water softening plant for treating of raw water, helps to reduce feed water consumption in boiler, increases the life of process machineries and provide good quality of drinking water.

3.4 Collection of maximum amount of steam condensate, reduce the feed water consumption in Boilers.

3.5 Reuse of waste water of RO plant for washroom resulted in reduction of water consumption.

3.6 Execution of rain water harvesting systems, which help to increase Ground water table in surrounding area and conserve the water.

As a result to above energy conservation

measures; Cost of fuel, Electricity and water per ton of goods production has reduced considerably and made consequent impact on the cost of finished goods.

The disclosure of particulars with respect to conservation of energy is attached to the Directors' Report as **ANNEXURE-7**

### **A. Technology absorption**

Updation of Technology is a continuous process, technology absorption are adapted and implemented by the Company for innovation. Efforts are continuously made to develop new products required in the Rubber Industry.

### **B. Foreign exchange earnings & outgo**

Particulars regarding foreign exchange earnings and outgo are provided in notes of the Audited Account. The Company has retained its status as net foreign exchange earner. The particulars of conservation of energy, technology absorption and foreign exchange and outgo as required under the Companies (Accounts) Rules, 2014 is given in the annexure to this report and shown as **ANNEXURE-7**.

### **Environmental Policy**

The Company follows environment policy of sustainable growth with minimum pollution and taking green initiatives to improve environment in all its production processes.

### **Design & Development /testing Laboratory**

“**Research** is to see what everybody else has seen, and to think what nobody else has thought”

The strength of the company lies in the introduction of new products through robust design, development, dynamic & static validation.

The Research & Development department is responsible for development of new product as per customer need and expectation & specific requirements.

Product development is a series of steps that includes the conceptualization, basic & applied research, reverse engineering and market analysis.

The objective of product development is to cultivate, maintain and increase a company's market share by satisfying the consumer ongoing demand.

The Company has State of the Art facilities & rich experienced, multi skilled subject matter experts capable for validating and verifying the entire product range of Belts and Allied Products that the organization has in its range and proposes to innovate.

### **Sexual Harassment of Women at Workplace;**

During the year under review, there were no cases reported pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

### **Acknowledgment**

The Directors wish to place on record their appreciation towards all associates including Customers, Collaborators, Government Agencies, Financial Institutions, Bankers, Suppliers, Shareholders, Employees and others who have reposed their confidence in the Company.

**For and on behalf of the Board of Directors**  
**Amarpal Sethi**  
**Chairman and Managing Director**

**Place: Mumbai**

**Date: 13/05/2022**

**ANNEXURE 1  
Form AOC-I**

**(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014) Statement containing salient features of the financial statement of subsidiaries/associate companies/joint ventures Part "A": Subsidiaries  
(Information in respect of each subsidiary to be presented with amounts in ₹)**

| <b>Name of subsidiary: PIX Middle East FZC, UAE</b>   |                                 |
|---|---------------------------------|
| Name of Subsidiary  | <b>PIX Middle East FZC, UAE</b> |
| Reporting Period for the subsidiary concerned, if different from the holding company's reporting period                     |                                 |
| Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries | AED Ex. Rate= 20.68             |
| Share capital   | AED 150000 (Rs 3102000)         |
| Reserves & surplus  | AED 1340314 (Rs 27347134)       |
| Total assets  | AED 4850286 (Rs 110299115.64)   |
| Total Liabilities   | AED 3359972 (Rs 79849982)       |
| Investments   | NIL                             |
| Turnover  | AED 6751351 (Rs 136849885)      |
| Profit before taxation  | AED 853373 (Rs 18658346)        |
| Provision for taxation  | NIL                             |
| Profit after taxation   | AED 853373 (Rs 18658346)        |
| Proposed dividend   | NIL                             |
| % of Holding  | 100                             |

Name of the subsidiaries which are yet to commence operation: Nil

Names of subsidiaries which have been liquidated or sold during the year: Nil

## Form AOC-I

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014) Statement containing salient features of the financial statement of subsidiaries/associate companies/joint ventures Part "A": Subsidiaries  
(Information in respect of each subsidiary to be presented with amounts in ₹)

| Name of subsidiary: PIX Transmissions (Europe) Limited, England   |   |
|---|---|
| Name of Subsidiary  | PIX Transmissions (Europe) Limited, England |
| Reporting Period for the subsidiary concerned, if different from the holding company's reporting period                     |   |
| Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries | € Ex. Rate= 84.06                           |
| Share capital   | € 100000 (Rs 8406000)                       |
| Reserves & surplus  | € 2223350 (Rs 186638839)                    |
| Total assets  | € 3803306 (Rs 347602414)                    |
| Total Liabilities   | € 14,79,955 (Rs 152557575)                  |
| Investments   | NIL   |
| Turnover  | € 9531950 (Rs 821654090)                    |
| Profit before taxation  | € 1493896 (Rs 125678147)                    |
| Provision for taxation  | € 410109 (Rs 35351396)                      |
| Profit after taxation   | € 1083787 (Rs 90326751)                     |
| Proposed dividend   | NIL   |
| % of Holding  | 100   |

Name of the subsidiaries which are yet to commence operation: Nil

Names of subsidiaries which have been liquidated or sold during the year: Nil

## ANNEXURE 2

INFORMATION AS PER RULE 5(2) OF CHAPTER XIII OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES 2014

(₹ in lacs)

| Name                        | Desg.    | Educational Qualification | Age | Expe-rience (In Years) | Date of Joining | Gross Remune-ration | Previous Employ-ment & Desig-nation | % of Shares held |
|-----------------------------|----------|---------------------------|-----|------------------------|-----------------|---------------------|-------------------------------------|------------------|
| 1. Mr. Amarpal Sethi        | CMD      | I.Sc                      | 72  | 51                     | 22-07-1981      | 153.35              | NA                                  | 7.58%            |
| 2. Mr. Sonopal Sethi        | Jt. MD   | B.Sc. Grad Pri(UK)        | 56  | 34                     | 22-07-1981      | 144.3               | NA                                  | 11.16%           |
| 3. Mr. Sukhpal S Sethi      | Exe. Dir | I.Sc                      | 80  | 63                     | 05-03-1992      | 144.3               | NA                                  | 6.35%            |
| 4. Mr. Rishipal Sethi       | Jt. MD   | B.Sc Elec. Engg.(USA)     | 49  | 27                     | 29-12-2004      | 144.3               | NA                                  | 8.63%            |
| 5. Mr. Karanpal Sethi       | Exe. Dir | B.Sc Fin. & Acct.(USA)    | 36  | 16                     | 01-06-2009      | 138.1               | NA                                  | 7.13%            |
| 6. Mr. Joe Paul             | Exe. Dir | B.Com,MIRPM               | 60  | 41                     | 01-01-1986      | 96.78               | NA                                  | 0.21%            |
| 7. Ms. Shirley Paul         | Exe. Dir | M.A                       | 66  | 43                     | 07-10-1982      | 95.67               | NA                                  | 1.39%            |
| 8. Mr. Shekhar Jogwar       | GM-R&D   | B.Tech, PGDBM             | 51  | 28                     | 01-01-2009      | 32.57               | Spintex Ind Mgr-Mfg                 | Nil              |
| 9. Mr. Ninad Darvekar       | GM-Mat.  | B.E, MBA                  | 54  | 32                     | 05-10-2015      | 29.62               | Mithra Grp-Grp. Head -Materials     | Nil              |
| 10. Mr. Debarchan Pattanaik | GM-MKT   | MBA                       | 50  | 26                     | 18-07-2016      | 28.66               | Gates Zonal Bus-iness Mgr           | Nil              |

**ANNEXURE 3  
DISCLOSURE ABOUT RELATED PARTY TRANSACTIONS:  
AOC2- PIX Middle East FZC, UAE & PIX Middle East Trading LLC, UAE**

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

|   |  |
|---|--|
| <b>Details of contracts or arrangements or transactions not at arm's length basis</b>                                 |  |
| (a) Name(s) of the related party and nature of relationship   | NIL  |
| (b) Nature of contracts/arrangements/transactions   | NIL  |
| (c) Duration of the contracts / arrangements/transactions   | NIL  |
| (d) Salient terms of the contracts or arrangements or transactions including the value, if any                        | NIL  |
| (e) Justification for entering into such contracts or arrangements or transactions                                    | NIL  |
| (f) Date(s) of approval by the Board  | NIL  |
| (g) Amount paid as advances, if any:  | NIL  |
| (h) Date on which the special resolution was passed in general meeting as required under first proviso to section 188 | NIL  |
| <b>Details of material contracts or arrangement or transactions at arm's length basis</b>                             |  |
| (a) Name(s) of the related party and nature of relationship   | PIX Middle East FZC, UAE & PIX Middle East Trading LLC , UAE (Subsidiary of PIX Middle East FZC) |
| (b) Nature of contracts/arrangements/transactions   | Sale   |
| (c) Duration of the contracts / arrangements/transactions   | 1-4-2021 to 31-3-2022  |
| (d) Salient terms of the contracts or arrangements or transactions including the value, if any:                       | Sale of finished Goods, Rs 16 Crores   |
| (e) Date(s) of approval by the Board, if any:   | 25-06-2021   |
| (f) Amount paid as advances, if any:  | NIL  |

## DISCLOSURE ABOUT RELATED PARTY TRANSACTIONS: AOC2- PIX Transmissions (Europe) Limited & PIX Germany GMBH

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

|   |  |
|---|--|
| <b>1 Details of contracts or arrangements or transactions not at arm's length basis</b>                               |  |
| (a) Name(s) of the related party and nature of relationship   | NIL  |
| (b) Nature of contracts/arrangements/transactions   | NIL  |
| (c) Duration of the contracts / arrangements/transactions   | NIL  |
| (d) Salient terms of the contracts or arrangements or transactions including the value, if any                        | NIL  |
| (e) Justification for entering into such contracts or arrangements or transactions                                    | NIL  |
| (f) Date(s) of approval by the Board  | NIL  |
| (g) Amount paid as advances, if any:  | NIL  |
| (h) Date on which the special resolution was passed in general meeting as required under first proviso to section 188 | NIL  |
| <b>2 Details of material contracts or arrangement or transactions at arm's length basis</b>                           |  |
| (a) Name(s) of the related party and nature of relationship   | PIX Transmissions (Europe) Limited, England,(fully owned subsidiary of PIX Transmissions Ltd) , PIX Germany GMBH, (Subsidiary company of PIX Transmissions (Europe) Limited) |
| (b) Nature of contracts/arrangements/transactions   | Sale   |
| (c) Duration of the contracts / arrangements/transactions   | 1-4-2021 to 31-3-2022  |
| (d) Salient terms of the contracts or arrangements or transactions including the value, if any:                       | Sale of finished goods, Rs 70 Crores   |
| (e) Date(s) of approval by the Board, if any:   | 25.06.2021   |
| (f) Amount paid as advances, if any   | NIL  |

**DISCLOSURE ABOUT RELATED PARTY TRANSACTIONS:  
AOC2- Key Management Personnel/Directors**

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

|   |  |
|---|--|
| <b>1 Details of contracts or arrangements or transactions not at arm's length basis</b>                               |  |
| (a) Name(s) of the related party and nature of relationship   | NIL  |
| (b) Nature of contracts/arrangements/transactions   | NIL  |
| (c) Duration of the contracts / arrangements/transactions   | NIL  |
| (d) Salient terms of the contracts or arrangements or transactions including the value, if any                        | NIL  |
| (e) Justification for entering into such contracts or arrangements or transactions                                    | NIL  |
| (f) Date(s) of approval by the Board  | NIL  |
| (g) Amount paid as advances, if any:  | NIL  |
| (h) Date on which the special resolution was passed in general meeting as required under first proviso to section 188 | NIL  |
| <b>2 Details of material contracts or arrangement or transactions at arm's length basis</b>                           |  |
| (a) Name(s) of the related party and nature of relationship   | Mr. Sukhpal Singh Sethi<br>Mr. Amarpal Sethi<br>Mr. Sonopal Sethi<br>Mr. Rishipal Sethi<br>Mr. Joe Paul<br>Mr. Karanpal Sethi<br>Ms. Shirley Paul,<br>(Key Management Personnel/Directors) |
| (b) Nature of contracts/arrangements/transactions   | Payment of Remuneration, Interest & Rent   |
| (c) Duration of the contracts / arrangements/transactions   | 1-4-2021 to 31-3-2022  |
| (d) Salient terms of the contracts or arrangements or transactions including the value, if any:                       | Payment of Remuneration<br>Rs 10.20 Crores<br>Payment of Interest & Rent<br>Rs 2.16 Crores   |
| (e) Date(s) of approval by the Board, if any:   | 25.06.2021   |
| (f) Amount paid as advances, if any:  | NIL  |

**DISCLOSURE ABOUT RELATED PARTY TRANSACTIONS:  
AOC2**

**Enterprise over which relatives of Key Management have influence and relatives of KMP**

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

|   |   |
|---|---|
| <b>1. Details of contracts or arrangements or transactions not at arm's length basis</b>                              |   |
| (a) Name(s) of the related party and nature of relationship   | NIL   |
| (b) Nature of contracts/arrangements/transactions   | NIL   |
| (c) Duration of the contracts / arrangements/transactions   | NIL   |
| (d) Salient terms of the contracts or arrangements or transactions including the value, if any                        | NIL   |
| (e) Justification for entering into such contracts or arrangements or transactions                                    | NIL   |
| (f) Date(s) of approval by the Board  | NIL   |
| (g) Amount paid as advances, if any:  | NIL   |
| (h) Date on which the special resolution was passed in general meeting as required under first proviso to section 188 | NIL   |
| <b>2. Details of material contracts or arrangement or transactions at arm's length basis</b>                          |   |
| (a) Name(s) of the related party and nature of relationship   | Prominent Infrastructure Pvt. Ltd & Karishma Investment (Enterprises over which relatives of Key Management have influence)<br>Nirmal Sethi (Relative of KMP) |
| (b) Nature of contracts/arrangements/transactions   | Rent & Interest - Prominent Infrastructure Pvt. Ltd.<br>Interest - Karishma Investments<br>Rent - Nirmal Sethi  |
| (c) Duration of the contracts / arrangements/transactions   | 1-4-2021 to 31-3-2022   |
| (d) Salient terms of the contracts or arrangements or transactions including the value, if any:                       | Payment of Rent & Interest<br>Rs 4.10 Crores  |
| (e) Date(s) of approval by the Board, if any:   | 25.06.2021  |
| (f) Amount paid as advances, if any:  | NIL   |

**ANNEXURE-4**

**Annual Report on Corporate Social responsibility (CSR) activities for the financial year 2021-22:**

|  |   |
|--|---|
| 1. Brief outline of company's CSR Policy including overview of projects proposed to be undertaken and a reference to the web link to the CSR Policy and projects and programs and composition of CSR Committee | Refer Section Corporate Social Responsibility of this Report;   |
| 2. Average Net profit of the company for last three financial years  | Rs 5037.38 Lacs   |
| 3. Prescribed CSR expenditure<br>Two percent of the amount mentioned in item No. 2 above   | Rs 100.75 Lacs  |
| 4. Unspent amount of FY 2020-21  | Rs 0.00 Lacs  |
| 5. Total Amount to be spent for the financial year 2021-22   | Rs 100.89 Lacs  |
| 6. Amount unspent, if any  | NIL   |
| 7. Details of the CSR spent during the financial year  | Amount spent on Education of Blind Children , welfare of tribal children , medical facility to under privileged and Covid 19 preventive measures. |
| 8. Manner in which amount spent during the financial year  | Details given below   |

## DETAILS OF THE AMOUNT SPENT ON CSR ACTIVITIES DURING THE FINANCIAL YEAR 2021-22

| CSR Project or Activity identified   | Sector in which the project is covered   | Project of Program State and district where project was undertaken | Amount of outlay (Budget) Project or program Wise (₹ In Lacs) | Amount Spent on the project (₹ In Lacs) | Cumulative Expenditure Up to Reporting period (₹ In Lacs) | Amount spent direct or through implementing Agency |
|--|--|--|---|---|---|--|
| Promoting Education among blind children & under privileged children.  | Promoting Education among blind children & under privileged children.  | Maharashtra - Nagpur   | 9.00  | 8.84                                    | 8.84  | Through implementing agency                        |
| Medical facility to under privileged.  | Medical facility to under privileged.  | Maharashtra - Nagpur & Mumbai                                      | 42.50   | 42.50                                   | 42.50   | Through implementing agency                        |
| COVID-19 preventive measures   | COVID-19 preventive measures   | Maharashtra- Nagpur  | 3.10  | 3.08                                    | 3.08  | Direct   |
| Providing medical oxygen to COVID-19 patients free of cost and Providing Oxygen concentrators to Hospitals for COVID-19 patients | Providing medical oxygen to COVID-19 patients free of cost and Providing Oxygen concentrators to Hospitals for COVID-19 patients | Maharashtra- Nagpur & Haryana- Gurgaon                             | 6.40  | 6.40                                    | 6.40  | Through implementing agency                        |
| Promoting skill development  | Promoting skill development  | Maharashtra- Nagpur  | 27.00   | 26.97                                   | 26.97   | Direct   |
| Construction of Toilet block for promoting health care including sanitation amongst village members                              | Construction of Toilet block for promoting health care including sanitation amongst village members                              | Maharashtra- Nagpur  | 12.75   | 13.10                                   | 13.10   | Direct   |
| Total CSR spent  |  |  | 100.75  | 100.89                                  | 100.89  |  |

**RESPONSIBILITY STATEMENT:**

The Responsibility statement of the Corporate Social Responsibility and Governance (CSR&G) Committee of the Board of Directors of the company is reproduced below:

The implementation and monitoring of Corporate Social Responsibility (CSR) policy is in compliance with CSR objectives and policy of the company.

Place: Mumbai  
Date:13/05/2022

Amarpal Sethi  
Chairman & Managing Director

Rishipal Sethi  
Chairman CSR & G Committee

**FORM NO. MGT 9  
EXTRACT OF ANNUAL RETURN  
As on financial year ended on 31.03.2022  
Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014**

**I. REGISTRATION & OTHER DETAILS:**

|    |  |  |
|----|--|--|
| 1. | CIN  | L25192MH1981PLC024837  |
| 2. | Registration Date  | 22/07/1981   |
| 3. | Name of the Company  | PIX TRANSMISSIONS LTD  |
| 4. | Category/Sub-category of the Company                                       | Public Limited Company   |
| 5. | Address of the Registered office & contact details                         | J-7, MIDC, HINGNA ROAD, NAGPUR-440016  |
| 6. | Whether listed company   | Listed   |
| 7. | Name, Address & contact details of the Registrar & Transfer Agent, if any. | LINK INTIME INDIA PRIVATE LIMITED<br>C-101, 247 PARK<br>L.B.S. MARG, VIKHROLI (WEST), MUMBAI-400 083<br>PHONE-022-25963838<br>EMAIL: isrl@linktime.co.in |

**II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY**

(All the business activities contributing 10 % or more of the total turnover of the company shall be stated)

| S. No. | Name and Description of main products / services | NIC Code of the Product/service | % to total turnover of the company |
|--------|--|---------------------------------|------------------------------------|
| 1.     | V-BELTS  | 40103999                        | 100                                |

**III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES**

| S. No. | Particulars                   | Country  | CIN/GLN | Holding/subsidiary /associates | % of shares Held | Applicable Section |
|--------|-------------------------------|----------|---------|--------------------------------|------------------|--------------------|
| 1.     | PIX TRANSMISSIONS EUROPE LTD. | U. K.    | N. A.   | Subsidiary                     | 100              | 2(87)              |
| 2.     | PIX GERMANY GMBH              | Germany  | N. A.   | Step-down subsidiary           | 100              | 2(87)              |
| 3.     | PIX MIDDLE EAST FZC           | U. A. E. | N. A.   | Subsidiary                     | 100              | 2(87)              |
| 4.     | PIX MIDDLE EAST TRADING LLC   | U. A. E. | N. A.   | Step-down subsidiary           | 49               | 2(87)              |

## IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

## I. Category-wise Share Holding

| Code | Category of share holders  | NO OF SHARES HOLD AS AT 31.03.2021 |          |                |                   | NO OF SHARES HOLD AS AT 31.03.2022 |          |                |                   | % OF CHANGE DURING THE YEAR |
|------|--|------------------------------------|----------|----------------|-------------------|------------------------------------|----------|----------------|-------------------|-----------------------------|
|      |  | DEMAT                              | PHY      | TOTAL          | % OF TOTAL SHARES | DEMAT                              | PHY      | TOTAL          | % OF TOTAL SHARES |                             |
| (A)  | Promoter and Promoter Group  |                                    |          |                |                   |                                    |          |                |                   |                             |
| 1    | Indian   |                                    |          |                |                   |                                    |          |                |                   |                             |
| (a)  | Individuals/Hindu Undivided Family   | 8410313                            | 0        | 8410313        | 61.73             | 8418256                            | 0        | 8418256        | 61.78             | 0.05                        |
| (b)  | Central Govt. or State Govt.   | 0                                  | 0        | 0              | 0                 | 0                                  | 0        | 0              | 0                 | 0                           |
| (c)  | Bodies Corporates  | 0                                  | 0        | 0              | 0                 | 0                                  | 0        | 0              | 0                 | 0                           |
| (d)  | Banks/FI   | 0                                  | 0        | 0              | 0                 | 0                                  | 0        | 0              | 0                 | 0                           |
| (e)  | Any Other  | 0                                  | 0        | 0              | 0                 | 0                                  | 0        | 0              | 0                 | 0                           |
|      | <b>Sub Total (A)(1)</b>  | <b>8410313</b>                     | <b>0</b> | <b>8410313</b> | <b>61.73</b>      | <b>8418256</b>                     | <b>0</b> | <b>8418256</b> | <b>61.78</b>      | <b>0.05</b>                 |
| 2    | Foreign  |                                    |          |                |                   |                                    |          |                |                   |                             |
| (a)  | Individuals (Non-Resident Individuals /Foreign Individuals)                | 0                                  | 0        | 0              | 0                 | 0                                  | 0        | 0              | 0                 | 0                           |
| (b)  | Other Individual   | 0                                  | 0        | 0              | 0                 | 0                                  | 0        | 0              | 0                 | 0                           |
| (c)  | Bodies Corporate   | 0                                  | 0        | 0              | 0                 | 0                                  | 0        | 0              | 0                 | 0                           |
| (d)  | Banks/FI   | 0                                  | 0        | 0              | 0                 | 0                                  | 0        | 0              | 0                 | 0                           |
| (e)  | Any Other  | 0                                  | 0        | 0              | 0                 | 0                                  | 0        | 0              | 0                 | 0                           |
|      | <b>Sub Total (A)(2)</b>  | <b>0</b>                           | <b>0</b> | <b>0</b>       | <b>0</b>          | <b>0</b>                           | <b>0</b> | <b>0</b>       | <b>0</b>          | <b>0</b>                    |
|      | <b>Total Shareholding of Promoter and Promoter Group (A)=(A)(1)+(A)(2)</b> | <b>8410313</b>                     | <b>0</b> | <b>8410313</b> | <b>61.73</b>      | <b>8418256</b>                     | <b>0</b> | <b>8418256</b> | <b>61.78</b>      | <b>0.05</b>                 |

**IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)**
**I. Category-wise Share Holding**

| Code           | Particulars   | NO OF SHARES HOLD AS AT 31.03.2021 |               |                 |                   | NO OF SHARES HOLD AS AT 31.03.2022 |               |                 |                   | % OF CHANGE DURING THE YEAR |
|----------------|---|------------------------------------|---------------|-----------------|-------------------|------------------------------------|---------------|-----------------|-------------------|-----------------------------|
|                |   | DEMAT                              | PHY           | TOTAL           | % OF TOTAL SHARES | DEMAT                              | PHY           | TOTAL           | % OF TOTAL SHARES |                             |
| <b>(B)</b>     | <b>Public shareholding</b>  |                                    |               |                 |                   |                                    |               |                 |                   |                             |
| <b>1</b>       | <b>Institutions</b>   |                                    |               |                 |                   |                                    |               |                 |                   |                             |
| <b>(a)</b>     | Mutual Funds/UTI  | 0                                  | 0             | 0               | 0                 | 0                                  | 0             | 0               | 0                 | 0                           |
| <b>(b)</b>     | Financial Institutions/<br>Banks  | 0                                  | 2100          | 2100            | 0.02              | 0                                  | 2100          | 2100            | 0.02              | 0                           |
| <b>(c)</b>     | Central Government/<br>State Government(s)  | 0                                  | 0             | 0               | 0                 | 0                                  | 0             | 0               | 0                 | 0                           |
| <b>(d)</b>     | Venture Capital Funds   | 0                                  | 0             | 0               | 0                 | 0                                  | 0             | 0               | 0                 | 0                           |
| <b>(e)</b>     | Insurance Companies   | 0                                  | 0             | 0               | 0                 | 0                                  | 0             | 0               | 0                 | 0                           |
| <b>(f)</b>     | Foreign Portfolio<br>Investors  | 0                                  | 0             | 0               | 0                 | 7263                               | 0             | 7263            | 0.05              | 0.05                        |
| <b>(g)</b>     | Foreign Venture Capital<br>Investors  | 0                                  | 0             | 0               | 0                 | 0                                  | 0             | 0               | 0                 | 0                           |
| <b>(h)</b>     | Qualified Foreign<br>Investors  | 0                                  | 0             | 0               | 0                 | 0                                  | 0             | 0               | 0                 | 0                           |
| <b>(I)</b>     | Any Other-Alternate<br>Investment Funds   | 0                                  | 0             | 0               | 0                 | 40749                              | 0             | 40749           | 0.30              | 0.30                        |
|                | <b>Sub Total (B) (1)</b>  | <b>0</b>                           | <b>2100</b>   | <b>2100</b>     | <b>0.02</b>       | <b>48012</b>                       | <b>2100</b>   | <b>50112</b>    | <b>0.37</b>       | <b>0.35</b>                 |
| <b>2</b>       | <b>Non-institutions</b>   |                                    |               |                 |                   |                                    |               |                 |                   |                             |
| <b>(a)</b>     | Bodies Corporate  | 193552                             | 7175          | 200727          | 1.47              | 256771                             | 6450          | 263221          | 1.93              | 0.46                        |
| <b>(b) (i)</b> | Individuals-shareholders<br>holding nominal share<br>capital up to Rs 2Lac              | 2279993                            | 573162        | 2853155         | 20.94             | 2430614                            | 522762        | 2953376         | 21.68             | 0.74                        |
| <b>(ii)</b>    | Individual shareholders<br>holding nominal share<br>capital in excess of<br>Rs 2 lacs   | 1156348                            | 0             | 1156348         | 8.49              | 996912                             | 0             | 996912          | 7.32              | -1.17                       |
| <b>(c)</b>     | Any Other   | 1002357                            | 200           | 1002557         | 7.35              | 943123                             | 200           | 943323          | 6.92              | -0.43                       |
|                | <b>Sub Total (B)(2)</b>   | <b>4632250</b>                     | <b>580537</b> | <b>5212787</b>  | <b>38.25</b>      | <b>4627420</b>                     | <b>529412</b> | <b>5156832</b>  | <b>37.85</b>      | <b>-0.40</b>                |
|                | <b>Group (B)=(B)(1)+(B)(2)</b>  | <b>4632250</b>                     | <b>582637</b> | <b>5214887</b>  | <b>38.27</b>      | <b>4675432</b>                     | <b>531512</b> | <b>5206944</b>  | <b>38.22</b>      | <b>-0.05</b>                |
|                | <b>Total (A)+(B)</b>  | <b>13042563</b>                    | <b>582637</b> | <b>13625200</b> | <b>100</b>        | <b>13093688</b>                    | <b>531512</b> | <b>13625200</b> | <b>100</b>        | <b>0</b>                    |
| <b>(C)</b>     | Shares held by<br>custodians & against<br>which depository<br>receipts have been issued | 0                                  | 0             | 0               | 0                 | 0                                  | 0             | 0               | 0                 | 0                           |
|                | <b>GRAND TOTAL (A)+(B)+(C)</b>  | <b>13042563</b>                    | <b>582637</b> | <b>13625200</b> | <b>100</b>        | <b>13093688</b>                    | <b>531512</b> | <b>13625200</b> | <b>100</b>        | <b>0</b>                    |

ii. Shareholding of Promoter-

| Sr. No. | Shareholder's Name    | Shareholding as at 01.04.2021 |                                  |  | Shareholding as at 31.03.2022 |                                  |  | % change in shareholding during the year |
|---------|-----------------------|-------------------------------|----------------------------------|--|-------------------------------|----------------------------------|--|--|
|         |                       | No. of Shares                 | % of total Shares of the company | % of Shares Pledged / encumbered to total shares | No. of Shares                 | % of total Shares of the company | % of Shares Pledged / encumbered to total shares |  |
| 1       | Mr. Sonpal Sethi      | 1518800                       | 11.15                            | NIL  | 1520200                       | 11.16                            | NIL  | 0.01                                     |
| 2       | Mr. Rishpal Sethi     | 1175312                       | 8.63                             | NIL  | 1175712                       | 8.63                             | NIL  | 0  |
| 3       | Mr. Amarpal Sethi     | 1033029                       | 7.58                             | NIL  | 1033029                       | 7.58                             | NIL  | 0  |
| 4       | Mr. Karanpal Sethi    | 970805                        | 7.13                             | NIL  | 970805                        | 7.13                             | NIL  | 0  |
| 5       | Mrs. Nirmal Sethi     | 964500                        | 7.08                             | NIL  | 965600                        | 7.09                             | NIL  | 0.01                                     |
| 6       | Mr. Sukhpal S Sethi   | 864195                        | 6.34                             | NIL  | 865172                        | 6.35                             | NIL  | 0.01                                     |
| 7       | Mrs. Inderjeet Sethi  | 859077                        | 6.31                             | NIL  | 859327                        | 6.31                             | NIL  | 0  |
| 8       | Mrs. Davinder Sethi   | 677974                        | 4.98                             | NIL  | 678972                        | 4.98                             | NIL  | 0  |
| 9       | Mrs. Kamalpreet Sethi | 226999                        | 1.67                             | NIL  | 227400                        | 1.67                             | NIL  | 0  |
| 10      | Mrs. Saba Sethi       | 93800                         | 0.69                             | NIL  | 93800                         | 0.69                             | NIL  | 0  |
| 11      | Mr. Amit Sethi        | 25383                         | 0.19                             | NIL  | 27800                         | 0.20                             | NIL  | 0.01                                     |
| 12      | Mrs. Roshni Sethi     | 439                           | 0.003                            | NIL  | 439                           | 0.003                            | NIL  | 0  |
|         | <b>Total</b>          | <b>8410313</b>                | <b>61.73</b>                     |  | <b>8418256</b>                | <b>61.78</b>                     |  | <b>0.05</b>                              |

iii. Change in Promoters' Shareholding (please specify, if there is no change)

| Particulars  | Shareholding as at 01.04.2021 |                                  |                | Cumulative Shareholding during 01.04.2021 to 31.03.2022 |                                  |                |
|--|-------------------------------|----------------------------------|----------------|---|----------------------------------|----------------|
|  | No. of Shares                 | % of total Shares of the company | No. of Shares  | No. of Shares   | % of total Shares of the company | No. of Shares  |
| At the beginning of the year   | 8384380                       | 61.54                            | 8410313        | 8410313   | 61.73                            | 8410313        |
| Date wise Increase/Decrease in Promoters Shareholding during the year specifying the reasons for increase/decrease (e.g. allotment / transfer/ bonus / sweat equity etc.): | 25933                         | 0.19                             | 7943           | 7943  | 0.05                             | 7943           |
| At the end of the year   | <b>8410313</b>                | <b>61.73</b>                     | <b>8418256</b> | <b>8418256</b>  | <b>61.78</b>                     | <b>8418256</b> |

**iv. Shareholding Pattern of top ten Shareholders:**

**a) Other than Directors, Promoters and Holders of GDRs and ADRs):**

| Sr. No. | Top 10 Shareholders  | Shareholding as on 31.03.2021 |                                  |
|---------|--|-------------------------------|----------------------------------|
|         |  | No. of Shares                 | % of total Shares of the company |
| 1       | Investor Education And Protection Fund Authority Ministry Of Corporate Affairs | 394211                        | 2.89                             |
| 2       | Mukul Mahavir Agarwal  | 336955                        | 2.47                             |
| 3       | Rajeev Jawahar   | 144583                        | 1.06                             |
| 4       | Rajaram Madanlal Kataruka  | 111391                        | 0.81                             |
| 5       | Satya Prakash Mittal (Huf)   | 58231                         | 0.42                             |
| 6       | Pandurang Bhavanishankar Pandit  | 50500                         | 0.37                             |
| 7       | Girdhari P Rohira  | 50000                         | 0.36                             |
| 8       | Geecy Engineering Private Limited  | 46000                         | 0.33                             |
| 9       | Darshana Jignesh Kothari   | 45000                         | 0.33                             |
| 10      | Neeta Manoj Ruparel  | 41500                         | 0.30                             |

**iv. Shareholding Pattern of top ten Shareholders:**

**b) Other than Directors, Promoters and Holders of GDRs and ADRs):**

| Sr. No. | Top 10 Shareholders  | Shareholding as on 31.03.2022 |                                  |
|---------|--|-------------------------------|----------------------------------|
|         |  | No. of Shares                 | % of total Shares of the company |
| 1       | Investor Education and Protection Fund Authority Ministry of Corporate Affairs | 416286                        | 3.05                             |
| 2       | Mukul Mahavir Agarwal  | 370000                        | 2.72                             |
| 3       | Rajeev Jawahar   | 147207                        | 1.08                             |
| 4       | Rajaram Madanlal Kataruka  | 106591                        | 0.78                             |
| 5       | Girdhari P Rohira  | 83859                         | 0.62                             |
| 6       | Satya Prakash Mittal (huf)   | 58236                         | 0.43                             |
| 7       | India Equity Fund 1  | 40749                         | 0.30                             |
| 8       | Pandurang Bhavanishankar Pandit  | 40000                         | 0.29                             |
| 9       | Bharat Kanaiyalal Sheth  | 36000                         | 0.26                             |
| 10      | Manish Arvind Parikh Huf   | 24500                         | 0.18                             |

\* The shares of the company are traded on a daily basis and hence the date wise increase/decrease in shareholding is not indicated.

## v. Shareholding of Directors and Key Managerial Personnel:

| Sr. No. | Folio / Beneficiary Account No. | Name of The Shareholder | Date                   | Reason   | No. of Shares | Shareholding As at 01.04.2021 | Cumulative Shareholding during 01.04.2021 to 31.03.2022 |
|---------|---------------------------------|-------------------------|------------------------|--|---------------|-------------------------------|---|
| 1       | IN30048410069000                | Sukhpal S Sethi         | 01-Apr-21<br>31-Mar-22 | At the Beginning of the year<br>At the end of the year | 854395        | 6.27                          | 854395<br>6.27  |
| 2       | IN30036021886783                | Sukhpal S Sethi         | 01-Apr-21<br>31-Mar-22 | At the Beginning of the year<br>At the end of the year | 7000          | 0.05                          | 7000<br>0.05  |
| 3       | IN30154931450464                | Sukhpal S Sethi         | 01-Apr-21<br>31-Mar-22 | At the Beginning of the year<br>At the end of the year | 2800          | 0.02                          | 3777<br>0.03  |
| 4       | IN30048412744089                | Rishipal Sethi          | 01-Apr-21<br>31-Mar-22 | At the Beginning of the year<br>At the end of the year | 1019879       | 7.49                          | 1019879<br>7.49   |
| 5       | IN30048412750230                | Rishipal Sethi          | 01-Apr-21<br>31-Mar-22 | At the Beginning of the year<br>At the end of the year | 103300        | 0.76                          | 103300<br>0.76  |
| 6       | IN30018312515994                | Rishipal Sethi          | 01-Apr-21<br>31-Mar-22 | At the Beginning of the year<br>At the end of the year | 50833         | 0.37                          | 50833<br>0.37   |
| 7       | IN30018312515994                | Rishipal Sethi          | 01-Apr-21<br>31-Mar-22 | At the Beginning of the year<br>At the end of the year | 1300          | 0.009                         | 1700<br>0.01  |
| 8       | IN30115121361319                | Amarpal Sethi           | 01-Apr-21<br>31-Mar-22 | At the Beginning of the year<br>At the end of the year | 1033029       | 7.58                          | 1033029<br>7.58   |
| 9       | IN30154917583043                | Karanpal Sethi          | 01-Apr-21<br>31-Mar-22 | At the Beginning of the year<br>At the end of the year | 970805        | 7.13                          | 970805<br>7.13  |
| 10      | IN30048410102530                | Sonepal Sethi           | 01-Apr-21<br>31-Mar-22 | At the Beginning of the year<br>At the end of the year | 1518800       | 11.15                         | 1520200<br>11.16  |
| 11      | IN30075711201281                | Joe Paul                | 01-Apr-21<br>31-Mar-22 | At the Beginning of the year<br>At the end of the year | 29561         | 0.22                          | 29561<br>0.22   |
| 12      | IN30088815243009                | Shirley Paul            | 01-Apr-21<br>31-Mar-22 | At the Beginning of the year<br>At the end of the year | 189053        | 1.39                          | 189053<br>1.39  |

**V) INDEBTEDNESS** -Indebtedness of the Company including interest outstanding/accrued but not due for payment

(₹ in lacs)

|  | Secured Loans excluding deposits | Unsecured Loans | Deposits | Total Indebtness |
|--|----------------------------------|-----------------|----------|------------------|
| <b>Indebtedness at the beginning of the financial year</b> |                                  |                 |          |                  |
| i) Principal Amount  | 4294                             | 2823            | 0        | 7117             |
| ii) Interest due but not paid                              | 0                                | 0               | 0        | 0                |
| iii) Interest accrued but not due                          | 0                                | 0               | 0        | 0                |
| <b>Total (i+ii+iii)</b>                                    | 4294                             | 2823            | 0        | 7117             |
| <b>Change in Indebtedness during the financial year</b>    |                                  |                 |          |                  |
| * Addition   | 5047                             | 0               | 0        | 5047             |
| * Reduction  | 0                                | 447             | 0        | 447              |
| <b>Net Change</b>  | 5047                             | (447)           | 0        | (4600)           |
| <b>Indebtedness at the end of the financial year</b>       |                                  |                 |          |                  |
| i) Principal Amount  | 9341                             | 2376            | 0        | 11717            |
| ii) Interest due but not paid                              | 0                                | 0               | 0        | 0                |
| iii) Interest accrued but not due                          | 0                                | 0               | 0        | 0                |
| <b>Total (i+ii+iii)</b>                                    | 9341                             | 2376            | 0        | 11717            |

**VI: REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL**  
**A. Remuneration to Managing Director, whole-time Directors and / or Managers**

(₹ in lacs)

| Sr. No. | Particulars of Remuneration   | Name of MD/WTD/ Manager   |                  |                   |                  |                   |             |                 |        | Total Amount |
|---------|---|---|------------------|-------------------|------------------|-------------------|-------------|-----------------|--------|--------------|
|         |   | Mr Amarpal Sethi  | Mr Sonopal Sethi | Mr Rishipal Sethi | Mr Sukhpal Sethi | Mr Karanpal Sethi | Mr Joe Paul | Ms Shirley Paul |        |              |
| 1       | Gross salary  | 153.35  | 144.30           | 144.30            | 144.30           | 138.09            | 96.77       | 95.66           | 916.80 |              |
|         | (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 | -   | -                | -                 | -                | -                 | -           | -               | -      |              |
|         | (b) Value of perquisites u/s 17(2) Income-tax Act, 1961                             | -   | -                | -                 | -                | -                 | -           | -               | -      |              |
|         | (c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961             | -   | -                | -                 | -                | -                 | -           | -               | -      |              |
| 2       | Stock Option  | -   | -                | -                 | -                | -                 | -           | -               | -      |              |
| 3       | Sweat Equity  | -   | -                | -                 | -                | -                 | -           | -               | -      |              |
| 4       | Commission - as % of profit - others, specify...                                    | -   | -                | -                 | -                | -                 | -           | -               | -      |              |
| 5       | Others, please specify  | -   | -                | -                 | -                | -                 | -           | -               | -      |              |
|         | Total (A)   | 153.35  | 144.30           | 144.30            | 144.30           | 138.09            | 96.77       | 95.66           | 916.80 |              |
|         | Ceiling as per the Act  | 10% of the Profit calculated as per Section 198 of the Companies Act, 2013. (Remuneration paid to Executive Directors as per Special Resolution passed at 37th AGM of the company ) |                  |                   |                  |                   |             |                 |        | 877.00       |

**Remuneration to other directors**

| Sr. No.                        | Particulars of Remuneration   | Fee for attending board / committee meetings | Commission  | Others, please specify | Total Amount |
|--------------------------------|---|--|-------------|------------------------|--------------|
| 1                              | Independent Directors   |  |             |                        |              |
|                                | Dr. Aqueel A Mulla  | 0.48   | 0           | 0                      | 0.48         |
|                                | Mr. Pradeep Havnur  | 0.48   | 0           | 0                      | 0.48         |
|                                | Mr. Mohd. Adil Ansari   | 0.48   | 0           | 0                      | 0.48         |
|                                | Mr. Prakash Chand Khasgiwala  | 0.48   | 0           | 0                      | 0.48         |
|                                | Mr. Nigel Savio Lobo  | 0.36   | 0           | 0                      | 0.36         |
|                                | Mr. Jose Jacob  | 0.48   | 0           | 0                      | 0.48         |
|                                | Mr. Amit Lala   | 0.24   | 0           | 0                      | 0.24         |
|                                | <b>Total (1)</b>  | <b>3.00</b>                                  | <b>0.00</b> | <b>0.00</b>            | <b>3.00</b>  |
| 2                              | Other Non-Executive Directors   | 0.00   | 0.00        | 0.00                   | 0.00         |
|                                | Fee for attending board committee meetings  | 0.00   | 0.00        | 0.00                   | 0.00         |
|                                | Commission  | 0.00   | 0.00        | 0.00                   | 0.00         |
|                                | Others, please specify  | 0.00   | 0.00        | 0.00                   | 0.00         |
|                                | <b>Total (2)</b>  | <b>0.00</b>                                  | <b>0.00</b> | <b>0.00</b>            | <b>0.00</b>  |
|                                | <b>Total (B)=(1+2)</b>  |  |             |                        |              |
|                                | Total Managerial Remuneration   | <b>3.00</b>                                  | <b>0.00</b> | <b>0.00</b>            | <b>3.00</b>  |
| Overall Ceiling as per the Act | Ceiling as per the Act (@1% of Profit calculated u/s 198 of the Companies Act 2013) |  |             | <b>79.00</b>           |              |

**REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD**

| Sr. No. | Particulars of Remuneration   | Key Managerial Personnel |                         |                           |              |
|---------|---|--------------------------|-------------------------|---------------------------|--------------|
|         |   | CEO                      | CS<br>Mr Shybu Varghese | *CFO<br>Mr Karanpal Sethi | Total        |
| 1       | Gross salary  |                          |                         |                           |              |
|         | (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 | -                        | 22.97                   | -                         | 22.97        |
|         | (b) Value of perquisites u/s 17(2) Income-tax Act, 1961                             | -                        | -                       | -                         | -            |
|         | (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961              | -                        | -                       | -                         | -            |
| 2       | Stock Option  | -                        | -                       | -                         | -            |
| 3       | Sweat Equity  | -                        | -                       | -                         | -            |
| 4       | Commission  | -                        | -                       | -                         | -            |
|         | - as % of profit  | -                        | -                       | -                         | -            |
|         | others, specify...  | -                        | -                       | -                         | -            |
| 5       | Others, please specify  | -                        | -                       | -                         | -            |
|         | <b>Total</b>  | -                        | <b>22.97</b>            | -                         | <b>22.97</b> |

\* Mr. Karanpal Sethi has not been paid any remuneration as CFO

ANNEXURE -6  
 FORM NO. MR -3

## SECRETARIAL AUDIT REPORT

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration Personnel) Rules, 2015]

FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2022

To,  
 The Members of  
**PIX TRANSMISSIONS LIMITED**

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by M/s PIX TRANSMISSIONS LIMITED CIN:L25192MH1981PLC024837 (hereinafter called "the Company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on our verification of the Company's Books, Papers, Minute Books, Forms and Returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in our opinion, the company has, during the financial year commencing from 1st April, 2021 and ended 31st March, 2022, complied with the statutory provisions listed hereunder and also that the Company has proper Board process and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

1. I have examined the books, papers, minute books, forms and returns filed and other records maintained by M/s. PIX TRANSMISSIONS LIMITED ("The Company") for the financial year ended on 31st March, 2022, according to the provisions of:
  - i. The Companies Act, 2013 (the Act) and the rules made there under as applicable
  - ii. The Securities Contracts (Regulation) Act, 1956 (SCRA) and the Rules made there under;
  - iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
  - iv. Foreign Exchange Management Act, 1999 and the Rules and Regulations made there under to the extent of Foreign Direct Investment (FDI) Overseas Direct Investment and External Commercial Borrowings;
  - v. The following Regulation and Guidelines prescribed under The Securities and Exchange Board of India Act, 1992 (SEBI Act):
    - a) The Securities and exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015.
    - b) The Securities and exchange Board of India (Substantial Acquisition of Shares and takeovers) Regulation, 2011
    - c) The Securities and exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
    - d) The Securities and exchange Board of India (Issue of Capital and Disclosure Requirements) Regulation 2009 **(Not applicable during audit period)**
    - e) The Securities and exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 **(Not applicable during audit period)**
    - f) The Securities and exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 **(Not applicable during audit period)**
    - g) The Securities and exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client **(Not applicable during audit period)**.
    - h) The Securities and exchange Board of India (Delisting of Equity Shares) Regulations, 2009 (Not applicable during audit period)

vi. The Company has complied with following other applicable laws during the period under review:

- i) The Factories Act, 1948
- ii) Environment Protection Act, 1986
- iii) Water (Prevention & Control of Pollution) Act 1974 and rules there under
- iv) Air (Prevention & Control of Pollution) Act 1981 and rules there under
- v) Hazardous Wastes (Management & Handling) Rules 1989 and Amendment Rules, 2008
- vi) The Petroleum Act, 2002
- vii) The Indian Boiler Act, 1923 , amended in 2007
- viii) Manufacture, storage and Import of Hazardous Chemicals Rules, 1989
- ix) The Payment of Wages Act, 1936
- x) Employees Provident Fund Miscellaneous Provisions Act, 1952

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

- i) Secretarial Standards issued by the Institute of Company Secretaries of India.
- ii) Listing agreement read with SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

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

**I further report that:**

The Board of Director of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

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

As per the Minutes of the meeting duly recorded and signed by the Chairman, the decisions of the Board were unanimous and there were no dissenting.

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

**For S. D. BARGIR & CO**  
**Company Secretaries**

Sd/-

(S D Bargir)

FCS No.3745, CP.NO.8445

Place: Mumbai

Date: 10/05/2022

UDIN: F003745D000296941

To,

**The Members,  
PIX TRANSMISSIONS LIMITED,**

My report of even date is to be read along with this letter.

1. Maintenance of Secretarial record is the responsibility of the management of the Company. My responsibility is to express an opinion on these secretarial records based on my audit.
2. I have followed the audit practices and process as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in Secretarial records. I believe that the process and practices, I followed provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Where ever required, I have obtained the Management representation about the Compliance of laws, rules and regulations and happening of events etc
5. The Compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. My examination was limited to the verification of procedure on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

**For S. D. BARGIR & CO**

**Company Secretaries**

**Sd/-**

**(S. D. Bargir)**

**FCS No. 3745, CP. NO. 8445**

**Place: Mumbai**

**Date: 10/05/2022**

**UDIN: F003745D000296941**

**ANNEXURE-7**

**CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, AND FOREIGN EXCHANGE EARNING AND OUTGO ETC:**

Information on conservation of Energy, Technology absorption, Foreign Exchange earnings and outgo required to be disclosed under Section 134 of the Companies Act, 2013 read with Companies (Accounts) Rules, 2015 are provided hereunder:

| S. No.   | Steps for energy conservation   | Measure for energy conservation   |
|----------|---|---|
| <b>A</b> | <b>Conservation of energy:</b>  |   |
| (i)      | the steps taken or impact on:   | Energy conservation continues to receive priority attention at all levels. All efforts are made to conserve and optimize use of energy with continuous monitoring, improvement in maintenance and distribution systems and through improved operational techniques. |
| (ii)     | conservation of energy  |   |
| (iii)    | the steps taken by the company for Utilizing alternate sources of energy the capital investment on energy conservation equipment;   |   |
| <b>B</b> | <b>Technology absorption:</b>   |   |
| (i)      | the efforts made towards technology absorption  | Updation of Technology is a continuous process, technology absorption are adapted and implemented by the Company for innovation. Efforts are continuously made to develop new products required in the Rubber Industry.   |
| (ii)     | the benefits derived like product improvement, cost reduction, product development or import substitution   | The Company has been able to successfully indigenize the tooling to a large extent and successfully developed new products by virtue of technology absorption, adaptation and innovation.   |
| (iii)    | in case of imported technology (imported during the last three years reckoned from the beginning of the financial year)<br>(a) the details of technology imported<br>(b) the year of import; (c) whether the technology been fully absorbed<br>(d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof | Not applicable  |
| (iv)     | the expenditure incurred on Research and Development  | Not applicable  |

**(B) Expenditure on R& D**

(₹ in lacs)

| S. No. | Particulars                                       | 2021-22 | 2020-21 |
|--------|---|---------|---------|
| A      | Capital   | 0       | 0       |
| B      | Recurring   | 0       | 0       |
| C      | Total   | 0       | 0       |
| D      | R&D expenditure as a percentage of total turnover | 0       | 0       |

**(C) Foreign exchange earnings and outgo:**

The Foreign Exchange outgo and foreign exchange earned by the Company during the year are detailed in Notes to the Financial Statements.

**LAST FIVE YEAR FINANCIAL (CONSOLIDATED) HIGHLIGHTS**

(₹ in lacs)

| S.no. | Particulars  | 2021-22 | 2020-21 | 2019-20 | 2018-19 | 2017-18 |
|-------|--|---------|---------|---------|---------|---------|
|       |  | IND AS  |         |         | I GAAP  |         |
| 1     | Sales / income from operations                               | 44926   | 38027   | 31861   | 30906   | 26486   |
| 2     | Other Income   | 817     | 499     | 786     | 707     | 536     |
| 3     | Total Expenditure (Before interest)                          | 35584   | 28952   | 27798   | 26683   | 22334   |
| 4     | Profit Before Interest                                       | 10159   | 9574    | 4849    | 4930    | 4689    |
| 5     | Current Tax and Deferred Tax                                 | 2574    | 2244    | 716     | 932     | 1132    |
| 6     | Operating Margin %   | 22.61   | 25.17   | 14.85   | 15.59   | 17.35   |
| 7     | Profit / (Loss) After Tax                                    | 6884    | 6490    | 3024    | 2827    | 2347    |
| 8     | Return on Average Capital Employed % Before Interest and tax | 22.61   | 26.57   | 16.11   | 17.43   | 18.19   |
| 9     | No. of Months Receivables (Receivable / Sale)                | 2.55    | 2.57    | 2.54    | 2.63    | 2.92    |
| 10    | Current Ratio  | 2.61    | 2.59    | 1.75    | 1.65    | 1.57    |

## **MANAGEMENT DISCUSSION AND ANALYSIS**

### **a) FORWARD LOOKING STATEMENT:**

The report contains forward looking statements, identified by words like plans, will expect, will anticipate, intends, estimates, projects and so on. All statements that address expectations or projections about the future, but not limited to the company's strategy for growth, product development, market position, expenditure and financial results are forward looking statements. They are based on certain assumption and expectation of future events, the company cannot guarantee that these are accurate or will be realized. The company's actual results, performance or achievement could thus differ from those projected in any forward looking statements. The company assumes no responsibility to publicly amend, modify or revise any such statement on the basis of subsequent development, information or events.

### **b) OVERVIEW OF THE ECONOMY:**

At present, economies across the globe are grappling with muted GDP growth as well as soaring inflation causing Central Banks to raise interest rates to combat the situation at hand. As such, interest rates will continue to rise until inflation targets are achieved thereby resulting in the tightening of money in circulation. This will most certainly impact the appetite of borrowers as well as the willingness of companies to undertake large scale capital expenditure projects.

India is still tipped to be the economy with the highest GDP growth in FY 2022-23 albeit with a downward revision on previous estimates. However, under the current landscape of geo-political tensions on account of the Russia-Ukraine conflict, supply chain bottle-necks due to the stringent lockdowns imposed in certain parts of China and the escalating costs of energy, there are multi-faceted challenges that we have to contend with.

Therefore, we believe that there will be pressure on margins going forward until some sort of stability is achieved. Consequently, there will be renewed focus on cost reduction measures to alleviate some of this pressure.

### **c) REVIEW OF OPERATION:**

Your Company posted extremely robust numbers for the first two quarters of FY ended March' 22 on account of the gradual reopening of the economy coupled with pent-up demand. However, we witnessed some cooling off in the third quarter in the domestic market on account of the festive period with certain key markets being closed for an extended period as well as levelling off in demand. We finished the year off on a high with a fantastic fourth quarter that allowed us to post double-digit growth over full year March '21 numbers. We recorded sizable growth in our Export sales with all key markets reporting strong numbers.

Nevertheless, there was pressure on margins given the spiraling cost of containers due to their limited availability. Moreover, we did witness some degree of volatility in raw material prices; however, these stabilized during the last two quarters.

### **d) CORPORATE GOVERNANCE:**

Corporate Governance sets forth guidelines for maintaining and sustaining a transparent, information oriented culture wherein authority and responsibilities are co-existent and co-extensive. It also provides guidelines on accountability of various positions within the organization. These values govern not only the Board of Directors, but also the management and the employees of the Company. This Governance protects and balances the interests of all stakeholders thereby enhancing shareholder value.

### **e) INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY:**

- Management has put in place effective Internal Control Systems to provide reasonable assurance for
- Safeguarding Assets and their usage.

- Maintenance of Proper Accounting Records and
- Adequacy and Reliability of the information used for carrying on Business Operations.

Key elements of the Internal Control Systems are as follows:

- (i) Existence of Authority Manuals and periodical updating of the same for all Functions.
- (ii) Existence of clearly defined organizational structure and authority.
- (iii) Existence of corporate policies for Financial Reporting and Accounting.
- (v) Existence of Annual Budgets and Long Term Business Plans.
- (vi) Existence of Internal Audit System.
- (vii) Periodical review of opportunities and risk factors depending on the Global / Domestic Scenario and to undertake measures as may be necessary.

The Company has appointed an Internal Auditor to ensure compliance and effectiveness of the Internal Control Systems.

The Audit Committee is regularly reviewing the Internal Audit Reports for the auditing carried out in all the key areas of the operations. Additionally the Audit Committee approves all the audit plans and reports for significant issues raised by the Internal and External Auditors. Regular reports on the business development, future plans and projections are given to the Board of Directors. Internal Audit Reports are regularly circulated for perusal of Senior Management for appropriate action as required.

Normal foreseeable risks of the Company's assets are adequately covered by comprehensive insurance. Risk assessments, inspections and safety audits are carried out periodically.

### **f) HUMAN RESOURCE DEVELOPMENT AND INDUSTRIAL RELATIONS:**

Human Resource Development (HRD) is the framework for helping employees develop their personal and organizational skills, knowledge, and abilities. To enrich the skills of employees and enrich their experience, the Company arranges, Practical Training Courses by Internal and External Faculty. The **Industrial Relations** encompasses the relationship between the management and workmen. IR plays a significant role in today's working scenario where the harmonious relationship between the employers and employees is needed to have an uninterrupted production. During the year under review company employed 749 workers in all its plants located at different places at Nagpur.

### **g) CAUTIONARY STATEMENT:**

Statements in the Management Discussion and Analysis and Directors Report describing the Company's strengths, strategies, projections and estimates, are forward-looking statements and progressive within the meaning of applicable laws and regulations. Actual results may vary from those expressed or implied, depending upon economic conditions, Government Policies and other incidental factors. Stakeholders are cautioned not to place undue reliance on the forward looking statements.

### **h) Impact of Covid-19 on business**

Due to the highly successful and widespread vaccination drive held within the country, the impact of Covid-19 on our business greatly waned after the second wave. Whilst the Omicron variant did cause certain degree of panic, the fact that a significant proportion of the population was vaccinated limited its severity. We remain optimistic that the worst is behind us.

## REPORT ON CORPORATE GOVERNANCE

Corporate Governance is the system of practices, processes, policies and rules by which a company is directed, administered or controlled. The basic purpose of Corporate Governance is to allocate resources of the Company in a manner that maximizes value for all stakeholders i.e. shareholders, investors, employees, customers, suppliers, environment and the community. Corporate Governance casts responsibility on the officials at the helm of affairs of the Company to be accountable to its stakeholders by evaluating their decisions on the parameters of transparency, conscience, fairness, accountability and professionalism.

### **1. COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE:**

Effective corporate governance practices constitute the strong foundation on which successful commercial enterprises are built to last. The Company's philosophy on Corporate Governance has been developed with a tradition of fair and transparent governance. The Company believes that good Corporate Governance is a continuous process and strives to improve the Corporate Governance practices to meet shareholders expectations. Your company has fulfilled all the existing guidelines under Regulations given under SEBI (LODR), Regulations 2015.

### **Appropriate governance structure with defined roles and responsibilities:**

The company has put in place an integral governance structure with defined roles and responsibilities of every constituents of system. The company's shareholders appoint the Board which in turn governs the company. The Board has established five committees to discharge its responsibilities in an effective manner. The company secretary acts as the secretary of all the committees of the Board constituted under Companies Act, 2013 and rules made there under. The Chairman and Managing Director (CMD) provide overall direction and guidance to the Board. The CMD is assisted by six executive directors and a core group of senior level executives.

### **Board leadership**

The Board provides strategic direction, leadership and guidance to the Company's Management and also monitors the performance of the Company with the objective of creating long-term value for the Company's stakeholders. The Board is comprised of 50% executive directors and 50% non-executive independent directors. The company has defined guidelines and an established framework for the meetings of the Board and Committees. These guidelines help in better decisions making process at the meetings of Board and Committees.

### **Ethics/Governance policies:**

At PIX, we try to conduct our business and strengthen our relationship in a manner that is dignified, distinctive and responsible. We follow the ethical standard to the optimum level to ensure integrity, transparency, independence and accountability in dealing with all stakeholders. We have adopted various codes and policies to carry out our duties in an ethical manner. Following are the policies and codes adopted by the company:

- Code of conduct .
- Code of conduct for Prohibition of Insider Trading
- Vigil Mechanism and Whistle Blower Policy
- Policy on Materiality of related Party Transactions and on Dealing with Related Party Transactions
- Corporate Social Responsibility Policy
- Remuneration Policy for Directors, Key Managerial Personnel and other employees
- Performance Evaluation Policy
- Policy for Determining Material events
- Policy on document preservation
- Archival Policy
- Policy on determination of Material Subsidiaries

### **Audit and internal checks and balances:**

The statutory audit of the company is done jointly by Chartered Accountants, M/s B. L. Ajmera & Co, Jaipur

and M/s MSKA & Associates, Mumbai. The company has an internal audit cell acting as internal auditors that regularly reviews internal control and operating systems and procedures. The efficient and ever alert internal control system ensures optimal use and protection of assets; facilitate accurate and timely compilation of financial statements and compliance with statutory laws and regulations.

**Observance of secretarial standards issued by the Institute of Company Secretaries of India:**

The company has complied with the Secretarial Standards SS-1 and SS-2 issued by the Institute of Company Secretaries of India and made applicable to the company effective from 1st July, 2015. The company in its endeavor tries to adopt and practice other Secretarial Standards and Guidelines issued by the Institute for better corporate governance.

**2. BOARD OF DIRECTORS:**

**a) Composition and category of directors as on March 31, 2022**

| S. No. | Name of the Director                             | Category                           |
|--------|--|------------------------------------|
| 1      | Mr. Amarpal Sethi - Chairman & Managing Director | Executive Promoter Director        |
| 2      | Mr. Sonopal Sethi - Jt. Managing Director        | Executive Promoter Director        |
| 3      | Mr. Rishipal Sethi - Jt. Managing Director       | Executive Promoter Director        |
| 4      | Mr. Sukhpal Singh Sethi – Whole time Director    | Executive Promoter Director        |
| 5      | Mr. Karanpal Sethi – Whole time Director         | Executive Promoter Director        |
| 6      | Mr. Joe Paul – Whole time Director               | Executive Director                 |
| 7      | Ms. Shirley Paul – Whole time Director           | Executive Director                 |
| 8      | Mr. Pradeep Havnur                               | Independent Non-Executive Director |
| 9      | Dr. Aqueel A. Mulla                              | Independent Non-Executive Director |
| 10     | Mr. Mohammad Adil Ansari                         | Independent Non-Executive Director |
| 11     | Mr. Nigel Savio Lobo                             | Independent Non-Executive Director |
| 12     | Mr. Prakash Chand Khasgiwala                     | Independent Non-Executive Director |
| 13     | Mr. Jose Jacob                                   | Independent Non-Executive Director |
| 14     | Mr. Amit Lala                                    | Independent Non-Executive Director |

**Notes :**

1. Mr. Amarpal Sethi, Mr. Sukhpal Sethi, Mr. Sonopal Sethi, Mr. Rishipal Sethi and Mr. Karanpal Sethi are related inter-se.
2. Mr. Joe Paul and Ms. Shirley Paul are related inter-se.

### Attendance of Directors at Board Meetings and Last AGM

The meetings of the Board of Directors are scheduled well in advance and generally held at Mumbai. The notice convening the meeting and the detailed agenda is sent at least seven days in advance to all the Directors. The Board meets at least once a quarter to review the quarterly performance and financial results. The details of Directors attendance in Board meetings during the year as under:

| Name of the Director         | No. of Board Meetings held | No. of Board Meeting attended | Attendance at the last Annual General Meeting |
|------------------------------|----------------------------|-------------------------------|---|
| Mr. Amarpal Sethi            | 5                          | 5                             | Yes   |
| Mr. Sonopal Sethi            | 5                          | 5                             | No  |
| Mr. Rishipal Sethi           | 5                          | 5                             | No  |
| Mr. Sukhpal Singh Sethi      | 5                          | 5                             | No  |
| Mr. Karanpal Sethi           | 5                          | 5                             | No  |
| Mr. Joe Paul                 | 5                          | 5                             | Yes   |
| Ms. Shirley Paul             | 5                          | 5                             | Yes   |
| Mr. Pradeep Havnur           | 5                          | 4                             | Yes   |
| Dr. Aqueel A. Mulla          | 5                          | 5                             | Yes   |
| Mr. Mohammad Adil Ansari     | 5                          | 5                             | Yes   |
| Mr. Nigel Savio Lobo         | 5                          | 3                             | No  |
| Mr. Prakash Chand Khasgiwala | 5                          | 4                             | No  |
| Mr. Jose Jacob               | 5                          | 5                             | No  |
| Mr. Amit Lala                | 5                          | 2                             | No  |

### b) Membership / Directorship in other Boards and Board Committees

| Name of the Director         | No. of Directorship in other boards as on 31.03.2022 [Refer note below]* | No. of memberships in other board committee as on 31.03.2022 [Refer note below]** |
|------------------------------|--|---|
| Mr. Amarpal Sethi            | 2***   | -   |
| Mr. Sonopal Sethi            | 2***   | -   |
| Mr. Rishipal Sethi           | 2***   | -   |
| Mr. Sukhpal Singh Sethi      | -  | -   |
| Mr. Karanpal Sethi           | 1***   | -   |
| Mr. Joe Paul                 | -  | -   |
| Ms. Shirley Paul             | 1***   | -   |
| Mr. Pradeep Havnur           | -  | -   |
| Dr. Aqueel A. Mulla          | -  | -   |
| Mr. Mohammad Adil Ansari     | -  | -   |
| Mr. Nigel Savio Lobo         | -  | -   |
| Mr. Prakash Chand Khasgiwala | -  | -   |
| Mr. Jose Jacob               | -  | -   |
| Mr. Amit Lala                | -  | -   |

\* Excludes Directorship in Indian Private Limited Companies and membership of managing committee of various bodies.

\*\* Board Committees include chairmanship/membership of Audit committees, Stakeholders Relationship Committee and Nomination and remuneration committee other than PIX Transmissions Limited.

\*\*\* Mr. Amarpal Sethi, Mr. Sonopal Sethi and Mr. Rishipal Sethi and Mr. Karanpal Sethi are Directors on behalf of M/s. PIX Transmissions Limited in PIX Transmissions Europe Limited subsidiary Company, registered in U.K.

Mr. Amarpal Sethi, Mr. Sonopal Sethi, Mr. Rishipal Sethi and Ms. Shirley Paul are Directors on behalf of M/s. PIX Transmissions Limited in M/s. PIX Middle East FZC, UAE., a subsidiary company registered in UAE.

**c) Number of Board Meetings:**

During the year ended March 31, 2022, The Board of Directors met Five times on following dates:

| Sr. No. | Date       |
|---------|------------|
| 1       | 19/04/2021 |
| 2       | 25/06/2021 |
| 3       | 13/08/2021 |
| 4       | 12/11/2021 |
| 5       | 11/02/2022 |

**d) Selection of Independent Directors**

The Independent Directors play an important role in deliberations at the Board and Committee meetings and bring to the Company their expertise in the fields of engineering, finance, management, law and public policy.

The company has constituted Nomination and Remuneration Committee for appointment of independent directors on the Board of the company. The committee inter alia considers qualification, positive attributes, area of expertise and no. of directorship and membership held in various committees of other companies. The Board considers the committee’s recommendation and takes appropriate decision. Every independent Director at the first meeting of Board in which he/she participates as a Director and thereafter at every first meeting of the Board in every financial year gives a declaration that he/she meets with the criteria of independence as provided under law.

In the opinion of the board, the independent directors fulfill the conditions specified in these regulations and are independent of the management.

**e) Independent Directors Meeting:**

During the year under review, the Independent Directors met on 23rd March, 2022, inter alia, to discuss:

1. Evaluation of the performance of Non Independent Directors and the Board of Directors as a Whole.
2. Evaluation of the performance of the Chairman of the Company, taking into account the views of the Executive and Non Executive Directors.
3. Evaluation of the quality, content and time lines of flow of information between the management and the Board that is necessary for the Board to effectively and reasonably perform its duties.

**f) Directors induction and familiarization program**

To enable the Directors to fulfil their governance role, Directors are updated on continuous basis on any significant changes/ developments in the Company/ business strategies, business models, risk minimization procedures, new initiatives by the Company, changes in domestic/ overseas legislation impacting the Company and the IT Industry overall.

Further, on induction, Independent Directors are provided insights on the operation of the Company and its subsidiaries, business, industry and environment in which the Company functions. The management provides such information and training either at the meeting of Board of Directors or otherwise.

### **g) Code of conduct**

The company has in place a comprehensive Code of Conduct applicable to all the employees and on Executive Directors including Independent Directors. The code is applicable to Non - Executive Directors including Independent Directors to such an extent as may be applicable to them depending on their roles and responsibilities. The code gives guidance and support needed for ethical conduct of business and compliance of law. A copy of the Code has been posted on the website of the company [www.pixtrans.com](http://www.pixtrans.com). The code is circulated to the Directors and management personnel and its compliance is affirmed by them annually.

### **h) Shareholding of Non-Executive Directors**

None of the non-executive directors hold shares in PIX .

### **i) Matrix of Skill/Expertise/Competencies of the Board of Directors:**

The Board has identified the following skills / expertise / competencies fundamental for the effective functioning of the Company which are currently available with the Board:

1. Leadership
2. Strategy & Planning
3. Contributor & Collaborator

|    | Name of Director             | Skill/Expertise/Competencies |                     |                            |
|----|------------------------------|------------------------------|---------------------|----------------------------|
|    |                              | Leadership                   | Strategy & planning | Contributor & collaborator |
| 1  | Mr. Amarpal Sethi            | Available                    | Available           | Available                  |
| 2  | Mr. Sonopal Sethi            | Available                    | Available           | Available                  |
| 3  | Mr. Rishipal Sethi           | Available                    | Available           | Available                  |
| 4  | Mr. Sukhpal Singh Sethi      | Available                    | Available           | Available                  |
| 5  | Mr. Karanpal Sethi           | Available                    | Available           | Available                  |
| 6  | Mr. Joe Paul                 | Available                    | Available           | Available                  |
| 7  | Ms. Shirley Paul             | Available                    | Available           | Available                  |
| 8  | Mr. Pradeep Havnur           | Available                    | Available           | Available                  |
| 9  | Dr. Aqueel A. Mulla          | Available                    | Available           | Available                  |
| 10 | Mr. Mohammad Adil Ansari     | Available                    | Available           | Available                  |
| 11 | Mr. Nigel Savio Lobo         | Available                    | Available           | Available                  |
| 12 | Mr. Prakash Chand Khasgiwala | Available                    | Available           | Available                  |
| 13 | Mr. Jose Jacob               | Available                    | Available           | Available                  |
| 14 | Mr. Amit Lala                | Available                    | Available           | Available                  |

**3. AUDIT COMMITTEE**

**Terms of reference**

Apart from all the matters provided in Regulation 18 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and section 177 of the Companies Act 2013, the Audit committee reviews reports of the internal auditor, meets statutory auditors as and when required and discusses their findings, suggestions, observations and other related matters. It also reviews major accounting policies followed by the company.

**Composition**

The Audit Committee comprises of the following executive and non-executive independent members of the Board:

| Name                     | Designation | Category                           |
|--------------------------|-------------|------------------------------------|
| Mr. Mohammad Adil Ansari | Chairman    | Non-executive independent director |
| Mr. Amarpal Sethi        | Member      | Executive director                 |
| Mr. Pradeep Havnur       | Member      | Non-executive independent director |
| Mr. Jose Jacob           | Member      | Non-executive independent director |

The Company Secretary acts as the secretary to the Audit Committee. The statutory auditor also attends the Audit Committee meetings.

**Meetings and attendance**

During the year ended 31st March 2022, Audit committee met Four times on the following dates:

| Sr. No. | Date       |
|---------|------------|
| 1       | 25/06/2021 |
| 2       | 13/08/2021 |
| 3       | 12/11/2021 |
| 4       | 11/02/2022 |

Attendance of members in above meetings is as under:

|   | Name of Member           | No. of Meetings held during the year | No. of Meetings attended |
|---|--------------------------|--------------------------------------|--------------------------|
| 1 | Mr. Mohammad Adil Ansari | 4                                    | 4                        |
| 2 | Mr. Amarpal Sethi        | 4                                    | 4                        |
| 3 | Mr. Pradeep Havnur       | 4                                    | 4                        |
| 4 | Mr. Jose Jacob           | 4                                    | 4                        |

#### 4. NOMINATION AND REMUNERATION COMMITTEE

##### Terms of reference

Nomination and Remuneration committee formulates the policy for appointment of Executive, Non-Executive and Independent Directors to the Board, determines/recommend all elements of remuneration package of all the Executive Directors, i.e. salary, benefits, bonuses, stock options, pension etc. on the basis of adopted policy. It also carries out evaluation of each Directors performance and performance of the Board as a whole.

##### Composition

The Nomination and Remuneration Committee comprises of the following non-executive independent members of the Board:

|   | Name of Member      | Designation | Category                           |
|---|---------------------|-------------|------------------------------------|
| 1 | Mr. Pradeep Havnur  | Chairman    | Non-executive independent director |
| 2 | Dr. Aqueel A. Mulla | Member      | Non-executive independent director |
| 3 | Mr. Jose Jacob      | Member      | Non-executive independent director |

##### Meetings and attendance

During the year ended 31st March 2022, Nomination and Remuneration committee met on 12th February, 2022.

Attendance of members in above meetings is as under:

|   | Name of Member      | No. of Meetings held during the year | No. of Meetings attended |
|---|---------------------|--------------------------------------|--------------------------|
| 1 | Mr. Pradeep Havnur  | 1                                    | 1                        |
| 2 | Dr. Aqueel A. Mulla | 1                                    | 1                        |
| 3 | Mr. Jose Jacob      | 1                                    | 1                        |

## Remuneration policy

The current remuneration policy adopted by Nomination and Remuneration committee takes care of selection of Directors on the board and has defined criteria for determining their remuneration. The ultimate objective of formulating and adopting remuneration policy is to provide best talent to the board with market competitive total reward opportunity.

The remuneration policy has defined criteria for identifying, screening, recruiting and recommending candidates for election as an Executive or Non-executive Director on the Board.

The major criteria for the appointment to the board are as follows:

1. Qualification, Expertise and Experience in specific areas of business.
2. Diversity of the board having expertise in the field of Manufacturing, Marketing, Finance and Taxation, Law, Governance and General Management.
3. Composition of the board with optimal balance of Executive and Non-Executive Directors consistent with the requirements of law.

The major criteria for the reward/remuneration are as follows:

1. Transparent, fair and consistent reward framework.
2. Relationship of reward with performance.
3. Competitive and reasonable level of remuneration to attract, retain and motivate best talent on board.

The detailed policy on remuneration of Directors, Key Managerial Personnel and Senior Management is displayed on the website of the company at [www.pixtrans.com](http://www.pixtrans.com).

## Remuneration to Directors:

Details of remuneration paid to directors during the financial year 2021-22 are as under:

### a) Promoter Directors:

(₹ in lacs)

| Name of the Director    | Salary | LTA  | Bonus/<br>Ex-Gratia | Leave<br>Encashment | Perquisites | Total  |
|-------------------------|--------|------|---------------------|---------------------|-------------|--------|
| Mr. Amarpal Sethi       | 115.80 | 8.60 | 19.30               | 9.65                | -           | 153.35 |
| Mr. Sukhpal Singh Sethi | 108.96 | 8.10 | 18.16               | 9.08                | -           | 144.30 |
| Mr. Sonopal Sethi       | 108.96 | 8.10 | 18.16               | 9.08                | -           | 144.30 |
| Mr. Rishipal Sethi      | 108.96 | 8.10 | 18.16               | 9.08                | -           | 144.30 |
| Mr. Karanpal Sethi      | 104.28 | 7.74 | 17.38               | 8.69                | -           | 138.09 |

### a) Executive Director:

(₹ in lacs)

| Name of the Director | Salary | LTA  | Bonus/<br>Ex-Gratia | Leave<br>Encashment | Perquisites | Total |
|----------------------|--------|------|---------------------|---------------------|-------------|-------|
| Mr. Joe Paul         | 73.08  | 5.42 | 12.18               | 6.09                | -           | 96.77 |
| Ms. Shirley Paul     | 72.24  | 5.36 | 12.04               | 6.02                | -           | 95.66 |

**c) Independent Non-Executive Directors :**

(₹ in lacs)

| Name of the Director         | Commission | Sitting fee |
|------------------------------|------------|-------------|
| Mr. Pradeep Havnur           | Nil        | 0.48        |
| Dr. Aqueel A. Mulla          | Nil        | 0.48        |
| Mr. Mohammad Adil Ansari     | Nil        | 0.48        |
| Mr. Nigel Savio Lobo         | Nil        | 0.36        |
| Mr. Prakash Chand Khasgiwala | Nil        | 0.48        |
| Mr. Jose Jacob               | Nil        | 0.48        |
| Mr. Amit Lala                | Nil        | 0.24        |

**Performance evaluation criteria of Independent Directors**

The Nomination and Remuneration Committee of the Company has approved Performance Evaluation Policy, which was adopted by the Board of Directors. The policy provides for evaluation of the Board, the Committees of the Board and individual Directors, including the Chairman of the Board and independent Directors. The said policy provides certain parameters like attendance, raising of concerns to the Board, safeguard of confidential information, rendering independent, unbiased opinion and resolution of issues at meetings etc which is in compliance with applicable laws, regulations and guidelines.

**5. STAKEHOLDERS RELATIONSHIP COMMITTEE**

This Committee comprises the following executive and non-executive independent members of the Board;

| Name of the Director    | Designation |
|-------------------------|-------------|
| Dr. Aqueel A Mulla      | Chairman    |
| Mr. Sukhpal Singh Sethi | Member      |
| Mr. Sonopal Sethi       | Member      |
| Mr. Jose Jacob          | Member      |

The company has a large number of shareholders and this committee meets regularly to approve transfer of shares, splitting and consolidation of shares, issuance of duplicate shares and review/redress shareholder complaints.

Mr. Shybu Varghese, Company Secretary acts as compliance officer of the company.

During the year ended 31.03.2022, 29 complaints/grievances were received and as on 31st March 2022 there was 1 complaint/grievance pending for reply.

**6. CORPORATE SOCIAL RESPONSIBILITY & GOVERNANCE COMMITTEE:**
**Composition of the Committee:**

| Name of the Director | Designation             |
|----------------------|-------------------------|
| Mr. Rishipal Sethi   | Joint Managing Director |
| Mr. Joe Paul         | Whole-time Director     |
| Dr. Aqueel A Mulla   | Independent Director    |

This Committee has been constituted in line with the provisions of Section 135 of the Companies Act, 2013 and SEBI(LODR) 2015. This Committee is constituted to formulate and recommend to the Board, Corporate Social Responsibility Policy as per Schedule VII of the Companies Act, 2013 as amended from time to time; to recommend the amount of expenditure to be incurred on the activities specified in the CSR Policy; to monitor the Corporate Social Responsibility Policy of the company from time to time; and any other matter as the Board may delegate from time to time.

During the year the Corporate Social Responsibility & Governance Committee met on 13/08/2021 & 11/02/2022 and Attendance of members in above meetings are as under:

| Name of the Member | No. of Meetings held during the year | No. of Meetings attended |
|--------------------|--------------------------------------|--------------------------|
| Mr. Rishipal Sethi | 2                                    | 2                        |
| Mr. Joe Paul       | 2                                    | 2                        |
| Dr. Aqueel A Mulla | 2                                    | 2                        |

### Terms of references of the Committee, inter alia includes the following:

- To formulate and recommend to Board a Corporate Social Responsibility (CSR) policy
- Indicating activities to be undertaken in compliance of the provisions of the Companies Act, 2013 and rules made there under
- Recommend the amount of expenditure to be spent on CSR activities
- Monitoring the implementation of CSR policy from time to time
- To approve Corporate Sustainability report and oversee the implementation of sustainability activities
- To ensure compliance with corporate governance norms as laid down under Listing Agreement with Stock Exchange, Companies Act, and other statutes or any modification or re-enactment thereof.

### 7. RISK MANAGEMENT COMMITTEE:

The Risk Management Committee was constituted by the Board in pursuance to the requirement of Companies Act, 2013 and Regulation 21 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. The committee implements and monitors Risk Management Plan of the company.

### Composition of the Committee:

| Name of the Director          | Designation          |
|-------------------------------|----------------------|
| Mr. Pradeep Havnur (Chairman) | Independent Director |
| Mr. Mohammed Adil Ansari      | Independent Director |
| Mr. Karanpal Sethi            | Whole-time Director  |

During the year Risk Management Committee met on 25/06/2021 & 11-02-2022. Attendance of members in above meetings are as under:

| Name of the Members | Name of the Member No. of Meetings held during the year | No. of Meetings attended |
|---------------------|---|--------------------------|
| Mr. Rishipal Sethi  | 2   | 2                        |
| Mr. Joe Paul        | 2   | 2                        |
| Dr. Aqueel A Mulla  | 2   | 2                        |

## 8. GENERAL BODY MEETINGS:

### a) Annual General Meetings

Details of the last three Annual General Meetings (AGMs) along with special resolutions passed are given in table below:

| Year       | Date       | Time      | Venue                             | Special Resolutions Passed   |
|------------|------------|-----------|-----------------------------------|--|
| 31/03/2019 | 24/07/2019 | 9:30 A.M  | J-7, MIDC, Hingna Road, Nagpur-16 | <ol style="list-style-type: none"> <li>1. Re-appointment of Mr. Mohammed Adil Ansari as an Independent Non-Executive Director</li> <li>2. Re-appointment of Mr. Haresh Eidnani as an Independent Non-Executive Director</li> <li>3. Re-appointment of Mr. Pradeep Havnur as an Independent Non-Executive Director</li> <li>4. Re-appointment of Mr. Prakashchand Khasgiwala as an Independent Non-Executive Director</li> <li>5. Re-appointment of Mr. Nigel Savio Lobo as an Independent Non-Executive Director</li> </ol>  |
| 31/03/2020 | 30.09.2020 | 9.30 A.M. | J-7, MIDC, Hingna Road, Nagpur-16 | <ol style="list-style-type: none"> <li>1. Re-appointment of Mr. Rishipal Sethi as an Executive Director.</li> <li>2. Re-appointment of Ms. Shirley Paul as an Executive Director.</li> <li>3. Re-appointment of Mr. Aqueel Mulla as an Independent Non-Executive Director.</li> <li>4. Appointment of Mr. Amit Lala as an Independent Non-Executive Director</li> </ol>  |
| 31/03/2021 | 18/08/2021 | 9.30 A.M. | J-7, MIDC, Hingna Road, Nagpur-16 | <ol style="list-style-type: none"> <li>1. Re-appointment of Mr. Amarpal Sethi as an Executive Director</li> <li>2. Re-appointment of Mr. Sukhpal Singh Sethi as an Executive Director</li> <li>3. Re-appointment of Mr. Sonopal Sethi as an Executive Director</li> <li>4. Re-appointment of Mr. Joe Paul as an Executive Director</li> <li>5. Re-appointment of Mr. Karanpal Sethi as an Executive Director</li> <li>6. Revision in remuneration of Mr. Rishipal Sethi, Joint Managing Director</li> <li>7. Revision in remuneration of Ms. Shirley Paul, Whole Time Director</li> <li>8. Retirement Bonus to Executive Directors.</li> </ol> |

### b. MEANS OF COMMUNICATION:

The Quarterly Un-Audited (Provisional) Results and the Annual Audited Financial results of the company are sent to the stock exchanges immediately after they are approved by the Board and are also published in one vernacular news paper viz. "LOKSATTA" and one English news paper viz. "INDIAN EXPRESS". Also they are uploaded on the Bombay Stock Exchanges website [www.bse.com](http://www.bse.com) and also on company's website [www.pixtrans.com](http://www.pixtrans.com). The results are published in accordance with the guidelines of the Stock Exchanges. The company's website [www.pixtrans.com](http://www.pixtrans.com) contains dedicated section Investors Relations, in which information is regularly posted for the shareholders and investors.

**9. GENERAL SHAREHOLDER INFORMATION**

**a. Annual General Meeting**

Date : 20<sup>th</sup> July 2022

Time : 09:30 A.M

Venue : J-7, MIDC, HINGNA ROAD, NAGPUR-440016

**b. Financial year**

1st April, 2021 to 31st March, 2022.

**c. Book closure**

The register of members and share transfer books of the company shall remain closed from Wednesday, 13th July, 2022 to Wednesday, 20th July 2022 (Both day inclusive)

**d. Listing on stock exchanges**

The Company's shares are listed on Bombay Stock Exchange Ltd, Mumbai. The Annual Listing Fees for 2021-2022 has been paid to the Stock Exchange. The ISIN Number allotted to Company's Equity shares is INE751B01018.

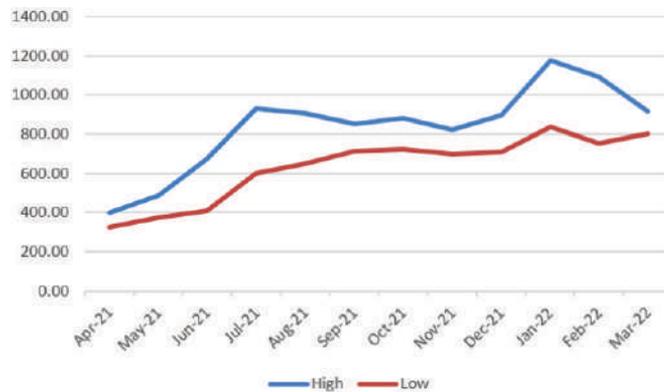
**e. Stock code**

Stock / scrip code allotted by Bombay Stock Exchange to company's equity shares is 500333.

**f. Market price data**

Monthly High/low During 2021-22 on Bombay Stock Exchange

| Month  | High    | Low    | No. of shares |
|--------|---------|--------|---------------|
| Apr-21 | 400.00  | 325.00 | 2,11,569      |
| May-21 | 487.30  | 376.10 | 4,91,858      |
| Jun-21 | 674.95  | 408.25 | 10,41,572     |
| Jul-21 | 930.00  | 602.05 | 9,12,954      |
| Aug-21 | 905.00  | 651.55 | 6,51,726      |
| Sep-21 | 849.80  | 715.65 | 2,64,752      |
| Oct-21 | 879.30  | 722.00 | 2,92,206      |
| Nov-21 | 824.00  | 700.05 | 2,01,456      |
| Dec-21 | 898.00  | 710.00 | 4,46,673      |
| Jan-22 | 1174.80 | 835.00 | 7,60,568      |
| Feb-22 | 1093.00 | 752.85 | 6,55,680      |
| Mar-22 | 914.20  | 801.30 | 2,84,666      |



**g. Registrar and Transfer Agent**

Link Intime India Private Limited  
C-101, 247 Park  
L.B.S. Marg, Vikhroli (W), Mumbai – 400083  
e-mail: isrl@linkintime.co.in

**h. Share transfer system**

In terms of Regulation 40(1) of SEBI Listing Regulations, as amended, securities can be transferred only in dematerialized form, except in case of request received for transmission or transposition of securities. Members holding shares in physical form are requested to consider converting their holdings to dematerialized form. Transfers of equity shares in electronic form are effected through the depositories with no involvement of the Company.

**i. Distribution of Share holding as on 31/03/2022**

| Sr. No. | Shares range    | No of Share Holders | % of Total Share Holders | Total Shares for the Range | Percentage of Issued Capital |
|---------|-----------------|---------------------|--------------------------|----------------------------|------------------------------|
| 1       | 1 to 500        | 22924               | 95.94                    | 1541848                    | 11.32                        |
| 2       | 501 to 1000     | 484                 | 2.03                     | 372877                     | 2.74                         |
| 3       | 1001 to 2000    | 222                 | 0.93                     | 338102                     | 2.48                         |
| 4       | 2001 to 3000    | 77                  | 0.32                     | 199206                     | 1.46                         |
| 5       | 3001 to 4000    | 32                  | 0.13                     | 114240                     | 0.84                         |
| 6       | 4001 to 5000    | 41                  | 0.17                     | 188173                     | 1.38                         |
| 7       | 5001 to 10000   | 55                  | 0.23                     | 390816                     | 2.87                         |
| 8       | 10001 and above | 59                  | 0.25                     | 10479938                   | 76.92                        |
|         | <b>Total</b>    | <b>23894</b>        | <b>100.00</b>            | <b>13625200</b>            | <b>100.00</b>                |

**j. Category of shareholders as on 31/03/2022**

| Sr. No. | Category                                   | No. of shares   | %             |
|---------|--|-----------------|---------------|
| 1       | Alternate Invst Funds - III                | 40749           | 0.30          |
| 2       | Body Corporate - Ltd Liability Partnership | 27872           | 0.20          |
| 3       | Clearing Members                           | 9464            | 0.07          |
| 4       | Directors                                  | 218614          | 1.60          |
| 5       | Foreign Portfolio Investors (Corporate)    | 7263            | 0.05          |
| 6       | Hindu Undivided Family                     | 186552          | 1.37          |
| 7       | Investor Education And Protection Fund     | 416286          | 3.06          |
| 8       | NBFCs registered with RBI                  | 8500            | 0.06          |
| 9       | Non Nationalised Banks                     | 2100            | 0.02          |
| 10      | Non Resident (Non Repatriable)             | 34214           | 0.25          |
| 11      | Non Resident Indians                       | 69693           | 0.51          |
| 12      | Other Bodies Corporate                     | 235349          | 1.73          |
| 13      | Promoters                                  | 8418256         | 61.78         |
| 14      | Public                                     | 3950288         | 28.99         |
|         | <b>TOTAL</b>                               | <b>13625200</b> | <b>100.00</b> |

**k. Dematerialisation of Shares and Liquidity**

The Company has arrangement with National Securities Depository Ltd. (NSDL) and Central Depository Services [India] Ltd. (CDSL) for Demat facility. As on 31st March, 2022, 96.10% of the total equity capital is held in the Demat form with NSDL and CDSL. The Company's Equity shares are in the compulsory Demat mode with effect from 27th November 2000.

| Particulars                         | As on 31-03-2022   | Percentage [%] |
|-------------------------------------|--------------------|----------------|
| Held in Dematerialized form in NSDL | 11146774           | 81.81          |
| Held in Dematerialized form in CDSL | 1946914            | 14.29          |
| Physical Shares                     | 531512             | 3.90           |
| <b>Total</b>                        | <b>1,36,25,200</b> | <b>100.00</b>  |

Company's Equity shares are one of the liquid and actively traded shares on Bombay stock exchange. Relevant data for the average monthly turnover for the financial year 2021-22 is given below:

| Particulars           | BSE      |
|-----------------------|----------|
| No of shares traded   | 5,17,973 |
| Value in (Rs in Lacs) | 3,881.58 |

**I. Outstanding GDRs/ADRs/Warrants or any convertible instruments, conversion date and likely impact on equity:**

During the period under review there are no outstanding GDRs/ADRs/Warrants or any convertible instruments, conversion date and likely impact on equity.

**m. Commodity price risk or foreign exchange risk and hedging activities:**

The Company does not deal in commodities and hence the disclosure pursuant to SEBI Circular dated November 15, 2018 is not required to be given. For a detailed discussion on foreign exchange risk and hedging activities, please refer to Management Discussion and Analysis Report.

**Plant Locations**

**Unit 1** - J-7, M.I.D.C., Hingna Road, Nagpur – 440 016

**Unit 2** - K-36, K-37 & K-38, MIDC, Hingna Road, Nagpur-440 016

**Unit 3** - Khasra No.25, 45,46/1,46/2,47 & 48, Mouza Nagalwadi, Tehsil – Hingna, Nagpur-440 016

**Unit 4** - Khasra No. 57, Mouza Nagalwadi, Tehsil – Hingna, Nagpur - 440 016

**Address for Correspondence**

J-7, MIDC, Hingna Road, Nagpur- 440016

Tel: 07104-669002, Fax: 07104-669007

Website: [www.pixtrans.com](http://www.pixtrans.com)

Email: [cosecretary@pixtrans.com](mailto:cosecretary@pixtrans.com)

**10. DISCLOSURES:**

**Related party transactions**

The company has not entered into any transaction of a material nature with the Promoters, Directors or the Management, their relatives etc. that may have any potential conflict with the interests of the company.

None of the transactions with any of related parties were in conflict with the Company's interest. Attention of members is drawn to the disclosure of transactions with related parties set out in the relevant Notes to Accounts to Standalone Financial Statements, forming part of the Annual Report.

In line with requirement of the Companies Act, 2013 and Listing Agreement, your Company has formulated a Policy on Related Party Transactions which is also available at Company's website at [www.PIXtrans.com](http://www.PIXtrans.com). The Policy intends to ensure that proper reporting; approval and disclosure processes are in place for all transactions between the Company and Related Parties. This policy specifically deals with the review and approval of Material Related Party Transactions keeping in mind the potential or actual conflicts of interest that may arise because of entering into these transactions.

### Stock Exchange/SEBI compliances

The company has complied with the requirements of the stock exchanges, SEBI and other statutory authorities on all matters related to capital markets. In last three years, no penalty/fine was imposed on the company by stock exchange/SEBI.

### Whistle blower policy

The Company has adopted a Whistle Blower Policy, as part of vigil mechanism to provide appropriate avenues to the Directors and employees to bring to the attention of the management any issue which is perceived to be in violation of or in conflict with the fundamental business principles of the Company. The employees are encouraged to voice their concerns by way of whistle blowing and all the employees have been given access to the Audit Committee.

### SEBI complaint redress system (SCORES)

The investors complaints are processed in a centralized web- based complaint redress system provided by stock exchange. The salient features of this system are Centralized Database of all complaints, online upload of Action taken Reports (ATRS) and online viewing by investors of actions taken on the complaint and its current status.

### Details of utilization of funds raised through preferential allotment or qualified institutions placement as specified under Regulation 32 (7A) :

During the period under review company has not raised funds through preferential allotment or qualified institutions placement.

### Disclosures in Relation to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 :

Details of such complaints are as follows:

| Particulars   | Details |
|---|---------|
| a. Number of complaints filed during the financial year         | 0       |
| b. Number of complaints disposed of during the financial year   | 0       |
| c. Number of complaints pending as on end of the financial year | 0       |

### Policy for Determining ‘Material’ Subsidiaries :

In accordance with Regulation 16(1)(c) of SEBI (LODR), the Company has a Policy for determining ‘Material Subsidiaries’ which is available at the web link: <http://www.pixtrans.com/investors/policies.php> In the year 2021-22, the Company had no ‘Material Subsidiary’ as defined under Regulation 16(1)(c) of SEBI (LODR).

### Disclosure of Commodity Price Risks and Commodity Hedging Activities :

The Company does not deal in commodity price risk and commodity hedging activities.

### Details of compliance with mandatory requirements

The Company has complied with the compliance requirements specified under Regulations 17 to 27 and clause (b) to (i) of sub- regulation (2) of Regulation 46 of the SEBI Listing Regulations as detailed hereunder:

| Particulars   | Regulation Number            | Compliance status (Yes/No/NA) |
|---|------------------------------|-------------------------------|
| 1. Independent director(s) have been appointed in terms of specified criteria of 'independence' and/or 'eligibility'  | 16(1)(b) & 25(6)             | Yes                           |
| 2. Board composition  | 17(1), 17(1A) & 17(1B)       | Yes                           |
| 3. Meeting of Board of directors  | 17(2)                        | Yes                           |
| 4. Quorum of Board meeting  | 17(2A)                       | Yes                           |
| 5. Review of Compliance Reports   | 17(3)                        | Yes                           |
| 6. Plans for orderly succession for appointments  | 17(4)                        | Yes                           |
| 7. Code of Conduct  | 17(5)                        | Yes                           |
| 8. Fees/compensation  | 17(6)                        | Yes                           |
| 9. Minimum Information  | 17(7)                        | Yes                           |
| 10. Compliance Certificate  | 17(8)                        | Yes                           |
| 11. Risk Assessment & Management  | 17(9)                        | Yes                           |
| 12. Performance Evaluation of Independent Directors   | 17(10)                       | Yes                           |
| 13. Recommendation of Board   | 17(11)                       | Yes                           |
| 14. Maximum number of Directorships   | 17A                          | Yes                           |
| 15. Composition of Audit Committee  | 18(1)                        | Yes                           |
| 16. Meeting of Audit Committee  | 18(2)                        | Yes                           |
| 17. Composition of nomination & remuneration committee  | 19(1) & (2)                  | Yes                           |
| 18. Quorum of Nomination and Remuneration Committee meeting   | 19(2A)                       | Yes                           |
| 19. Meeting of Nomination and Remuneration Committee  | 19(3A)                       | Yes                           |
| 20. Composition of Stakeholder Relationship Committee   | 20(1), 20(2) & 20(2A)        | Yes                           |
| 21. Meeting of Stakeholders Relationship Committee  | 20(3A)                       | Yes                           |
| 22. Composition and role of risk management committee   | 21(1),(2),(3),(4)            | Yes                           |
| 23. Meeting of Risk Management Committee  | 21(3A)                       | Yes                           |
| 24. Vigil Mechanism   | 22                           | Yes                           |
| 25. Policy for related party Transaction  | 23(1),(1A),(5),(6),(7) & (8) | Yes                           |
| 26. Prior or Omnibus approval of Audit Committee for all related party transactions                                   | 23(2), (3)                   | Yes                           |
| 27. Approval for material related party transactions  | 23(4)                        | NA                            |
| 28. Disclosure of related party transactions on consolidated basis  | 23(9)                        | Yes                           |
| 29. Composition of Board of Directors of unlisted material Subsidiary   | 24(1)                        | NA                            |
| 30. Other Corporate Governance requirements with respect to subsidiary of listed entity                               | 24(2),(3),(4),(5) & (6)      | Yes                           |
| 31. Annual Secretarial Compliance Report  | 24(A)                        | Yes                           |
| 32. Alternate Director to Independent Director  | 25(1)                        | NA                            |
| 33. Maximum Tenure  | 25(2)                        | NA                            |
| 34. Meeting of independent directors  | 25(3) & (4)                  | Yes                           |
| 35. Familiarization of independent directors  | 25(7)                        | NA                            |
| 36. Declaration from Independent Director   | 25(8) & (9)                  | Yes                           |
| 37. D & O Insurance for Independent Directors   | 25(10)                       | NA                            |
| 38. Memberships in Committees   | 26(1)                        | Yes                           |
| 39. Affirmation with compliance to code of conduct from members of Board of Directors and Senior management personnel | 26(3)                        | Yes                           |
| 40. Disclosure of Shareholding by Non-Executive Directors   | 26(4)                        | Yes                           |
| 41. Policy with respect to Obligations of directors and senior management   | 26(2) & 26(5)                | Yes                           |

**Website regulation 46(2)**

| Item   | Compliance status (Yes/No/NA) |
|--|-------------------------------|
| 1. Details of business   | Yes                           |
| 2. Terms and conditions of appointment of independent directors  | Yes                           |
| 3. Composition of various committees of board of directors   | Yes                           |
| 4. Code of conduct of board of directors and senior management personnel   | Yes                           |
| 5. Details of establishment of vigil mechanism/ Whistle Blower policy  | Yes                           |
| 6. Criteria of making payments to non-executive directors  | Yes                           |
| 7. Policy on dealing with related party transactions   | Yes                           |
| 8. Policy for determining 'material' subsidiaries  | Yes                           |
| 9. Details of familiarization programmes imparted to independent directors   | NA                            |
| 10. Contact information of the designated officials of the listed entity who are responsible for assisting and handling investor grievances  | Yes                           |
| 11. email address for grievance redressal and other relevant details   | Yes                           |
| 12. Financial results  | Yes                           |
| 13. Shareholding pattern   | Yes                           |
| 14. Details of agreements entered into with the media companies and/or their associates  | NA                            |
| 15. Schedule of analyst or institutional investor meet and presentations made by the listed entity to analysts or institutional investors simultaneously with submission to stock exchange | NA                            |
| 16. New name and the old name of the listed entity   | NA                            |
| 17. Advertisements as per regulation 47 (1)  | Yes                           |
| 18. Credit rating or revision in credit rating obtained  | Yes                           |
| 19. Separate audited financial statements of each subsidiary of the listed entity in respect of a relevant financial year  | Yes                           |
| 20. Whether company has provided information under separate section on its website as per Regulation 46(2)   | Yes                           |
| 21. Materiality Policy as per Regulation 30  | Yes                           |
| 22. Dividend Distribution policy as per Regulation 43A (as applicable)   | NA                            |
| 23. It is certified that these contents on the website of the listed entity are correct  | Yes                           |

**Practising Company Secretary Certificate on Non-Disqualification of Directors:**

A certificate has been obtained from Mr. S.D Bargir, Company Secretary in practice, confirming that none of the Directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as Directors of companies by Securities and Exchange Board of India, Ministry of Corporate Affairs or any such statutory authority. The certificate is annexed herewith to this Corporate Governance Report.

**Disclosure on Acceptance of Recommendations Made by Board Committees:**

During the financial year under review various recommendations were made by the Committees to the Board of Directors, which were all accepted by the Board, after necessary deliberations.

**Fee Payment to Statutory Auditors:**

Details of total fees for all services paid by the Company and its subsidiaries, on a consolidated basis, to the statutory auditor and all entities in the network firm/ network entity of which the statutory auditor is a part, are provided in the Notes to accounts forming part of this Annual Report.

### DECLARATION REGARDING COMPLIANCE BY BOARD MEMBERS AND SENIOR MANAGEMENT PERSONNEL WITH THE COMPANIES CODE OF CONDUCT

I, Amarpal Sethi, Chairman and Managing Director of PIX Transmissions Limited declare that all Board members and senior management personnel have affirmed compliance with the Code of Conduct for Board and Senior Management Personnel for the year ended 31st March, 2022.

**For and on behalf of the Board of Directors**

**Amarpal Sethi**  
**Chairman and Managing Director**

**Place: Mumbai**

**Date: 13/05/2022**

## CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

(Pursuant to Regulation 34(3) and Schedule V Para C clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

To,  
The Members of PIX Transmissions Limited  
J-7, MIDC, Hingna Road, Nagpur-440 016

I have examined the relevant registers, records, forms, returns and disclosures received from the Directors of Pix Transmissions Limited having CIN: L25192MH1981PLC024837 and having registered office at J-7, MIDC, Hingna Road, Nagpur-440 016, (hereinafter referred to as 'the Company'), produced before me by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C clause 100) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In my opinion and to the best of my information and according to the verifications (including Directors Identification Number (DIN) status at the portal [www.mca.gov.in](http://www.mca.gov.in)) as considered necessary and explanations furnished to me by the Company & its officers, I hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on 31st March, 2022 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India or Ministry of Corporate Affairs.

| Name of the Director             | DIN      | Date of appointment as a Director |
|----------------------------------|----------|-----------------------------------|
| Jose Jacob                       | 00128988 | 08.02.2019                        |
| Aqueel Ahmed Mulla               | 00129064 | 23.09.2015                        |
| Sukhpal Singh Sethi              | 00129235 | 05.03.1992                        |
| Sonepal Pratipal Singh Sethi     | 00129276 | 01.04.2012                        |
| Rishipal Sethi                   | 00129304 | 29.12.2004                        |
| Amarpal Singh Sethi              | 00129462 | 01.04.2009                        |
| Joe Moolan Paul                  | 00129522 | 01.05.2000                        |
| Pradeep Mahadeo Havnur           | 00129599 | 29.10.2003                        |
| Karanpal Singh Sethi             | 01711384 | 01.06.2009                        |
| Nigel Savio Lobo                 | 06677817 | 20.09.2014                        |
| Mohammed Adil Abdul waris Ansari | 06913509 | 10.07.2014                        |
| Shirely Moolan Paul              | 06918198 | 10.07.2014                        |
| Prakashchand Khasgiwala          | 06972949 | 20.09.2014                        |
| Amit Lala                        | 08833642 | 14.08.2020                        |

Ensuring the eligibility for the appointment / continuity of every Director on the Board is the responsibility of the management of the Company. My responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

**S. D BARGIR & CO**  
**COMPANY SECRETARIES**

**Date : 29th April 2022**  
**Place: Mumbai**

**S.D Bargir**  
**(Proprietor)**  
**FCS No.: 3745/CP No. 8445**  
**UDIN: F003745D000234877**

**To the Members of PIX Transmissions Limited**

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

**Opinion**

We have audited the Standalone Financial Statements of PIX Transmissions Limited (“the Company”), which comprise the Balance Sheet as at March 31, 2022, and the Statement of Profit and Loss, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the Standalone Financial Statements, including a summary of 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 Companies Act, 2013 (“the Act”) in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2015 as amended and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, and profit, changes in equity 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 Act. 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 (ICAI) together with the ethical requirements that are relevant to our audit of the Standalone Financial Statements under the provisions of the Act 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 the Note 46 to the Standalone Financial Statements, which states that the Company has restated amounts with respect to revenue from operations and other expenses for year ended March 31, 2021, in accordance with the provisions of Ind AS 8 “Accounting Policies, Changes in Accounting Estimates and Errors”. Our opinion is not modified in respect of this matter.

**Key Audit Matters**

We have determined that there are no key audit matters to communicate in our report.

**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 Annual 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 not 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 in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **Responsibilities of Management and Those Charged with Governance for the Standalone Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these Standalone Financial Statements that give a true and fair view of the financial position, financial performance, changes in equity 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 of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the 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, the Board of Directors 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

### **Auditor's Responsibilities for the Audit of the 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.

We give in "Annexure A" a detailed description of Auditor's responsibilities for Audit of the Standalone Financial Statements.

### **Other Matter**

The standalone Financial Statements of the Company for the year ended March 31, 2021, were audited by one of the joint auditor B. L. Ajmera & Co, Chartered Accountants, the statutory auditor of the

Company whose report dated June 25, 2021, expressed an unmodified opinion on those Standalone Financial Statements.

Our opinion is not modified in respect of this matter.

**Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in "Annexure B" 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 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 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, the Statement of Profit and Loss, the Statement of Changes in Equity and the Statement of Cash Flow 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 Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - (e) On the basis of the written representations received from the directors as on March 31, 2022, taken on record by the Board of Directors, none of the directors are disqualified as on March 31, 2022, 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 with reference to Standalone Financial Statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure C".
  - (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 has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
    - iv. (1) The Management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or

any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

- (2) The Management has represented, that, to the best of its knowledge and belief, no funds have been received by the Company from any person or entity, including foreign entities (Funding Parties), with the understanding, whether recorded in writing or otherwise, as on the date of this audit report, that the Company shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- (3) Based on the audit procedures performed that have been considered reasonable and appropriate in the circumstances, and according to the information and explanations provided to us by the Management in this regard nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e) as provided under (1) and (2) above, contain any material misstatement.
- v. The final dividend paid by the Company during the year in respect of the same declared for the previous year is in accordance with section 123 of the Companies Act 2013 to the extent it applies to payment of dividend.

The Board of Directors of the Company have proposed final dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting. The dividend declared is in accordance with section 123 of the Act to the extent it applies to declaration of dividend. (Refer Note 44 to the Standalone financial statements)

3. As required by The Companies (Amendment) Act, 2017, in our opinion, according to information, explanations given to us, the remuneration paid by the Company to its directors is within the limits laid prescribed under Section 197 of the Act and the rules thereunder.

**For B. L. Ajmera & Company**  
Chartered Accountants  
Firm Registration No: 001100C

**Rajendra Singh Zala**  
Partner  
Membership No: 017184

UDIN:22017184AIYH5008  
Place: Jaipur  
Date: May 13, 2022

**For M S K A & Associates**  
Chartered Accountants  
ICAI Firm Registration No.105047W

**Amrish Vaidya**  
Partner  
Membership No.: 101739

UDIN: 22101739AIYGPS9410

Place: Mumbai  
Date: May 13, 2022

**ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT ON EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF PIX TRANSMISSIONS LIMITED**

**Auditor's Responsibilities for the Audit of the 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)(l) of the Act, we are also responsible for expressing our opinion on whether the company has internal financial controls with reference to standalone financial statements 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.

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.

From the matters communicated with those charged with governance, we determine those matters that

were of most significance in the audit of the standalone financial statements for the year ended March 31, 2022 and are therefore, the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

**For B. L. Ajmera & Company**  
Chartered Accountants  
Firm Registration No: 001100C

**Rajendra Singh Zala**  
Partner  
Membership No: 017184

UDIN:22017184AIYHZL5008  
Place: Jaipur  
Date: May 13, 2022

**For M S K A & Associates**  
Chartered Accountants  
ICAI Firm Registration No.105047W

**Amrish Vaidya**  
Partner  
Membership No.: 101739

UDIN: 22101739AIYGPS9410

Place: Mumbai  
Date: May 13, 2022

### **ANNEXURE B TO INDEPENDENT AUDITORS' REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF PIX TRANSMISSIONS LIMITED FOR THE YEAR ENDED MARCH 31, 2022**

[Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditors' Report]

I.

(a) A. The Company has maintained proper records showing full particulars including quantitative details and situation of Property, Plant and Equipment.

B. The Company has maintained proper records showing full particulars of intangible assets.

(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has a regular programme of physical verification of its Property, Plant and Equipment by which all property, plant and equipment are verified in a phased manner over a period of three years. In accordance with this programme, certain property, plant and equipment were verified during the year. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.

(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) as disclosed in the financial statements are held in the name of the Company.

(d) According to the information and explanations given to us, the Company has not revalued its property, plant and equipment (including Right of Use assets) or its intangible assets during the year. Accordingly, the requirements under paragraph 3(i)(d) of the Order are not applicable to the Company.

- (e) According to the information and explanations given to us, no proceeding has been initiated or pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made thereunder. Accordingly, the provisions stated in paragraph 3(i)(e) of the Order are not applicable to the Company.
- I.
- (a) The inventory has been physically verified during the year by the management. In our opinion, the frequency of verification, coverage & procedure of such verification is reasonable and appropriate. No material discrepancies were noticed on such verification.
- (b) The Company has been sanctioned working capital limits in excess of Rs. 5 crores in aggregate from Banks/financial institutions on the basis of security of current assets. Quarterly returns / statements filed with such Banks/ financial institutions are in agreement with the books of account.
- ii. According to the information and explanation provided to us, the Company has not made any investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties. Hence, the requirements under paragraph 3(iii) of the Order are not applicable to the Company.
- iii. In our opinion and according to the information and explanations given to us, the Company has not either directly or indirectly, granted any loan to any of its directors or to any other person in whom the director is interested, in accordance with the provisions of section 185 of the Act and the Company has not made investments through more than two layers of investment companies in accordance with the provisions of section 186 of the Act. Accordingly, provisions stated in paragraph 3(iv) of the Order are not applicable to the Company.
- v. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public within the meaning of Sections 73, 74, 75 and 76 of the Act and the rules framed there under.
- vi. We have broadly reviewed the books of account relating to materials, labour and other items of cost maintained by the Company pursuant as specified by the Central Government for the maintenance of cost records under sub-section (1) of section 148 of the Act and we are of the opinion that prima facie the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the records with a view to determine whether they are accurate or complete.
- 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 Goods and Services Tax, Provident fund, Employees' State Insurance, Income-Tax, Duty of Customs, Cess and other statutory dues have been regularly deposited by the Company with the appropriate authorities.

According to the information and explanations given to us, no undisputed amounts payable in respect of Goods and Services Tax, Provident fund, Employees' State Insurance, Income-Tax, Duty of Customs, Cess and other statutory dues were in arrears as at March 31, 2022 for a period of more than six months from the date they became payable.

- b) According to the information and explanation given to us and the records of the Company examined by us, there are no dues relating to Sales Tax, Value Added Tax, Service Tax, Goods and Service Tax, Provident Fund, Employees State Insurance, Income-Tax, Duty of Customs, Duty of Excise or Cess or other statutory dues which have not been deposited on account of any dispute.
- viii. According to the information and explanations given to us, there are no transactions which are not accounted in the books of account which have been surrendered or disclosed as income during the year in Tax Assessment of the Company. Also, there are no previously unrecorded income which has been now recorded in the books of account. Hence, the provision stated in paragraph 3(viii) of the Order is not applicable to the Company.
- ix.
- (a) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of loans or borrowings or in payment of interest thereon to any lender.
- (b) According to the information and explanations given to us and on the basis of our audit procedures, we report that the Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- (c) In our opinion and according to the information explanation provided to us, money raised by way of term loans during the year have been applied for the purpose for which they were raised.
- (d) According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the standalone financial statements of the Company, we report that no funds raised on short-term basis have been used for long-term purposes by the Company.
- (e) According to the information explanation given to us and on an overall examination of the standalone financial statements of the Company, we report that the Company has not taken any funds from an any entity or person on account of or to meet the obligations of its subsidiaries.
- (f) According to the information and explanations given to us and procedures performed by us, we report that the Company has not raised loans during the year on the pledge of securities held in its subsidiaries.
- vii.
- (a) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, the provisions stated in paragraph 3(x)(a) of the Order are not applicable to the Company.
- (b) 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 or fully, partly or optionally convertible debentures during the year. Accordingly, the provisions stated in paragraph 3(x)(b) of the Order are not applicable to the Company.
- viii.
- (a) During the course of our audit, examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud by the

- Company nor on the Company. Nor have we been informed of any such instances by the Management.
- (b) We have not come across of any instance of material fraud by the Company or on the Company during the course of audit of the standalone financial statement for the year ended March 31, 2022, accordingly the provisions stated in paragraph (xi)(b) of the Order is not applicable to the Company.
- (c) As represented to us by the management, there are no whistle-blower complaints received by the Company during the year. Accordingly, the provisions stated in paragraph (xi)(c) of the Order is not applicable to Company.
- ix. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, the provisions stated in paragraph 3(xii) (a) to (c) of the Order are not applicable to the Company.
- x. According to the information and 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 177 and 188 of the Act, where applicable and details of such transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.
- xi.
- (a) In our opinion and based on our examination, the Company has an internal audit system commensurate with the size and nature of its business.
- (b) We have considered internal audit reports issued by internal auditors during our audit.
- xii. According to the information and explanations given to us, in our opinion during the year the Company has not entered into non-cash transactions with directors or persons connected with its directors and hence, provisions of section 192 of the Act are not applicable to Company. Accordingly, the provisions stated in paragraph 3(xv) of the Order are not applicable to the Company.
- xiv.
- (a) In our opinion, the Company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions stated in paragraph clause 3 (xvi)(a) of the Order are not applicable to the Company.
- (b) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi)(b) of the Order is not applicable to the Company.
- (c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by Reserve Bank of India. Hence, the reporting under paragraph clause 3 (xvi)(c) of the Order are not applicable to the Company.
- (d) The Company does not have any CIC as part of its group. Hence the provisions stated in paragraph clause 3 (xvi) (d) of the order are not applicable to the Company.
- xvii. Based on the overall review of standalone financial statements, the Company has not incurred cash losses in the current financial year and in the immediately preceding financial year. Hence, the provisions stated in paragraph clause 3 (xvii) of the Order are not applicable to the Company.

- xviii. There has been no resignation of the statutory auditors during the year. Hence, the provisions stated in paragraph clause 3 (xviii) of the Order are not applicable to the Company.
- xix. According to the information and explanations given to us and based on our examination of financial ratios, ageing and expected date of realisation of financial assets and payment of liabilities, other information accompanying the standalone financial statements, our knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of audit report and the Company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.
- xx. According to the information and explanations given to us, the provisions of section 135 of the Act are applicable to the Company. The Company has made the required contributions during the year and there are no unspent amounts which are required to be transferred to the special account as on the date of our audit report. Accordingly, the provisions of paragraph (xx)(a) and (b) of the Order are not applicable to the Company.
- xxi. The reporting under clause 3(xxi) of the Order is not applicable in respect of audit of standalone financial statements. Accordingly, no comment in respect of the said clause has been included in the report.

**For B. L. Ajmera & Company**  
Chartered Accountants  
Firm Registration No: 001100C

**Rajendra Singh Zala**  
Partner  
Membership No: 017184

UDIN:22017184AIYHZL5008  
Place: Jaipur  
Date: May 13, 2022

**For M S K A & Associates**  
Chartered Accountants  
ICAI Firm Registration No.105047W

**Amrish Vaidya**  
Partner  
Membership No.: 101739

UDIN: 22101739AIYGPS9410

Place: Mumbai  
Date: May 13, 2022

### **ANNEXURE C TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF PIX TRANSMISSIONS LIMITED**

[Referred to in paragraph 2(f) under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditors' Report of even date to the Members of PIX Transmissions Limited on the Standalone Financial Statements for the year ended March 31, 2022]

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

#### **Opinion**

We have audited the internal financial controls with reference to standalone financial statements of PIX Transmissions Limited ("the Company") as of March 31, 2022 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

In our opinion, the Company has, in all material respects, an adequate internal financial controls with reference to standalone financial statements and such internal financial controls with reference to standalone financial statements were operating effectively as at March 31, 2022, based on the internal control with reference to standalone financial statements 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) (the "Guidance Note").

### **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 with reference to standalone financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note. 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 Act.

### **Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls with reference to standalone financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. 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 with reference to standalone financial statements 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 with reference to standalone financial statements and their operating effectiveness. Our audit of internal financial controls with reference to standalone financial statements included obtaining an understanding of internal financial controls with reference to standalone financial statements, 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 with reference to standalone financial statements.

### **Meaning of Internal Financial Controls With reference to Standalone Financial Statements**

A Company's internal financial control with reference to standalone financial statements 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 with reference to standalone financial statements 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 With reference to Standalone Financial Statements

Because of the inherent limitations of internal financial controls with reference to standalone financial statements, 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 with reference to standalone financial statements to future periods are subject to the risk that the internal financial control with reference to standalone financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

**For B. L. Ajmera & Company**  
Chartered Accountants  
Firm Registration No: 001100C

**Rajendra Singh Zala**  
Partner  
Membership No: 017184

UDIN:22017184AIYHZL5008  
Place: Jaipur  
Date: May 13, 2022

**For M S K A & Associates**  
Chartered Accountants  
ICAI Firm Registration No.105047W

**Amrish Vaidya**  
Partner  
Membership No.: 101739

UDIN: 22101739AIYGPS9410

Place: Mumbai  
Date: May 13, 2022

## PIX TRANSMISSIONS LIMITED STANDALONE BALANCE SHEET AS ON 31 MARCH, 2022

(All amounts in ₹ in lacs unless otherwise stated)

| Particulars   | Note  | As at 31st March, 2022 | As at 31st March, 2021 |
|---|-------|------------------------|------------------------|
| <b>ASSETS</b>   |       |                        |                        |
| <b>NON CURRENT ASSETS</b>                                 |       |                        |                        |
| (a) Property, Plant & Equipment                           | 3 (a) | 25,594.60              | 22,147.52              |
| (b) Capital Work in Progress                              | 3 (b) | -                      | 33.89                  |
| (c) Right -of -use -Asset                                 | 3 (c) | 182.56                 | 365.12                 |
| (d) Other Intangible Assets                               | 3 (d) | 30.44                  | 21.81                  |
| (e) Financial Assets                                      |       |                        |                        |
| (i) Investments   | 4     | 105.76                 | 105.76                 |
| (ii) Loans  | 5     | -                      | 400.00                 |
| (iii) Other Financial Assets                              | 6     | 286.24                 | 248.20                 |
| (f) Other Non Current assets                              | 7     | 1,817.05               | 149.44                 |
| <b>TOTAL NON CURRENT ASSETS</b>                           |       | <b>28,016.65</b>       | <b>23,471.74</b>       |
| <b>CURRENT ASSETS</b>                                     |       |                        |                        |
| (a) Inventories   | 8     | 10,431.25              | 7,844.55               |
| (b) Financial Assets                                      |       |                        |                        |
| (i) Investments   | 9     | 450.72                 | 436.20                 |
| (ii) Trade Receivables                                    | 10    | 9,550.27               | 9,106.01               |
| (iii) Cash & Cash equivalents                             | 11    | 2,145.80               | 798.11                 |
| (iv) Bank Balances other than (iii) above                 | 12    | 762.28                 | 475.35                 |
| (v) Loans   | 13    | 27.52                  | 35.65                  |
| (vi) Other Financial Assets                               | 14    | 10.33                  | 7.24                   |
| (c) Other Current Assets                                  | 15    | 1,733.49               | 727.40                 |
| <b>TOTAL CURRENT ASSETS</b>                               |       | <b>25,111.68</b>       | <b>19,430.50</b>       |
| <b>TOTAL ASSETS</b>                                       |       | <b>53,128.32</b>       | <b>42,902.25</b>       |
| <b>EQUITY AND LIABILITIES</b>                             |       |                        |                        |
| Equity Share Capital                                      | 16    | 1,362.41               | 1,362.41               |
| Other Equity  | 17    | 33,206.00              | 27,737.62              |
| <b>TOTAL EQUITY</b>                                       |       | <b>34,568.41</b>       | <b>29,100.03</b>       |
| <b>LIABILITIES</b>  |       |                        |                        |
| <b>Non-current liabilities</b>                            |       |                        |                        |
| (a) Financial liabilities                                 |       |                        |                        |
| (i) Borrowings  | 18    | 6,134.23               | 3,783.51               |
| (ii) Lease liabilities                                    |       | -                      | 80.66                  |
| (b) Provisions  | 19    | 1,143.22               | 1,094.91               |
| (c) Deferred Tax Liabilities(net)                         | 20    | 1,173.81               | 1,111.14               |
| <b>TOTAL NON CURRENT LIABILITIES</b>                      |       | <b>8,451.26</b>        | <b>6,070.22</b>        |
| <b>Current liabilities</b>                                |       |                        |                        |
| (a) Financial liabilities                                 |       |                        |                        |
| (i) Borrowings  | 21    | 5,583.39               | 3,334.03               |
| (ii) Lease liabilities                                    |       | 80.66                  | 181.71                 |
| (iii) Trade Payables                                      | 22    |                        |                        |
| (a) total outstanding dues of micro and small enterprises |       | 0.80                   | 154.54                 |
| (b) total outstanding dues other than (iii) (a) above     |       | 2,527.15               | 2,631.84               |
| (iv) Other Financial liabilities                          | 23    | 1,324.26               | 1,156.04               |
| (b) Other Current Liabilities                             | 24    | 463.48                 | 177.61                 |
| (c) Provisions  | 25    | 128.91                 | 96.22                  |
| <b>TOTAL CURRENT LIABILITIES</b>                          |       | <b>10,108.65</b>       | <b>7,731.99</b>        |
| <b>TOTAL EQUITY &amp; LIABILITIES</b>                     |       | <b>53,128.32</b>       | <b>42,902.25</b>       |
| <b>SIGNIFICANT ACCOUNTING POLICIES</b>                    | 2     |                        |                        |

The accompanying notes 1 to 46 are an integral part of these standalone financial statements

As Per Our Report Of Even Date  
For B. L. Ajmera & Company  
Chartered Accountants  
Firm Registration No: 001100C

Rajendra Singh Zala  
Partner  
Membership No: 017184  
Place: Jaipur  
Date: May 13, 2022

For M S K A & Associates  
Chartered Accountants  
Firm Registration No : 105047W

Amrish Vaidya  
Partner  
Membership No: 101739  
Place: Mumbai  
Date: May 13, 2022

For And On Behalf Of The Board Of Directors

Amarpal Sethi  
Chairman & Managing Director  
DIN: 00129462

Rishipal Sethi  
Joint Managing Director  
DIN: 00129304

Mohd Adil Ansari  
Director  
DIN: 06913509  
Place: Mumbai  
Date : May 13, 2022

Sonepal Sethi  
Joint Managing Director  
Din: 00129276

Karanpal Sethi  
Chief Financial Officer  
Din: 01711384

Shybu Varghese  
Company Secretary

## PIX TRANSMISSIONS LIMITED STANDALONE STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31 MARCH, 2022

(All amounts in ₹ in lacs unless otherwise stated)

| Particulars   | Note | For the year ended<br>March, 31 2022 | For the year ended<br>March, 31 2021* |
|---|------|--------------------------------------|---------------------------------------|
| Revenue from operations   | 26   | 41,684.92                            | 35,394.17                             |
| Other income  | 27   | 816.85                               | 497.65                                |
| <b>Total Income</b>   |      | <b>42,501.77</b>                     | <b>35,891.82</b>                      |
| Cost of Materials Consumed  | 28   | 17,409.95                            | 14,535.98                             |
| Purchases of Stock-in-Trade   |      | 763.35                               | 576.40                                |
| Changes in inventories of finished goods, work-in progress and stock -in- trade | 29   | (93.56)                              | (924.19)                              |
| Employee benefits expense   | 30   | 7,668.07                             | 6,542.01                              |
| Finance costs   | 31   | 690.86                               | 831.66                                |
| Depreciation and amortization expenses  | 32   | 2,045.30                             | 1,970.59                              |
| Other expenses  | 33   | 5,595.84                             | 4,158.58                              |
| <b>Total Expenses</b>   |      | <b>34,079.81</b>                     | <b>27,691.02</b>                      |
| <b>Profit before tax</b>  |      | <b>8,421.96</b>                      | <b>8,200.80</b>                       |
| <b>Tax expenses</b>   |      |                                      |                                       |
| a) Current Tax  |      | 2,140.00                             | 2,035.00                              |
| b) Deferred Tax   |      | 80.20                                | 52.10                                 |
| <b>Total Tax Expenses</b>   |      | <b>2,220.20</b>                      | <b>2,087.10</b>                       |
| <b>Profit for the year</b>  |      | <b>6,201.76</b>                      | <b>6,113.70</b>                       |
| <b>Other comprehensive income</b>   |      |                                      |                                       |
| (i) Items that will not be reclassified to profit or loss                       |      |                                      |                                       |
| Remeasurment of the defined benefit plans                                       |      | (69.64)                              | (65.52)                               |
| (ii) Tax on above   |      | 17.53                                | 16.49                                 |
| Other Comprehensive Income for the year, net of taxes                           |      | <b>(52.11)</b>                       | <b>(49.03)</b>                        |
| <b>Total comprehensive income for the year</b>                                  |      | <b>6,149.65</b>                      | <b>6,064.67</b>                       |
| Earning per share of par value of ₹10 each                                      |      |                                      |                                       |
| Basic and Diluted (in ₹)  | 42   | 45.52                                | 44.87                                 |
| <b>SIGNIFICANT ACCOUNTING POLICIES</b>  | 2    |                                      |                                       |

The accompanying notes 1 to 46 are an integral part of these financial statements

\* Restated - Refer Note 46

As per our report of even date  
FOR B. L. AJMERA & COMPANY  
CHARTERED ACCOUNTANTS  
Firm Registration No: 001100C

RAJENDRA SINGH ZALA  
PARTNER  
MEMBERSHIP NO: 017184

PLACE: JAIPUR  
DATE : MAY 13, 2022

FOR M S K A & ASSOCIATES  
CHARTERED ACCOUNTANTS  
Firm Registration No : 105047W

AMRISH VAIDYA  
PARTNER  
MEMBERSHIP NO: 101739

PLACE: MUMBAI  
DATE : MAY 13, 2022

For and on behalf of the Board of Directors

AMARPAL SETHI  
CHAIRMAN & MANAGING DIRECTOR  
DIN: 00129462

RISHIPAL SETHI  
JOINT MANAGING DIRECTOR  
DIN: 00129304

MOHD ADIL ANSARI  
DIRECTOR  
DIN: 06913509

PLACE: MUMBAI  
DATE : MAY 13, 2022

SONEPAL SETHI  
JOINT MANAGING DIRECTOR  
DIN: 00129276

KARANPAL SETHI  
CHIEF FINANCIAL OFFICER  
DIN: 01711384

SHYBU VARGHESE  
COMPANY SECRETARY

### PIX TRANSMISSIONS LIMITED STANDALONE CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH, 2022

(All amounts in ₹ in lacs unless otherwise stated)

| Particulars   | YEAR ENDED<br>31.03.2022 |                                 | YEAR ENDED<br>31.03.2021 |                                 |
|---|--------------------------|---------------------------------|--------------------------|---------------------------------|
| <b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>   |                          |                                 |                          |                                 |
| Profit before income tax  | 8,421.96                 |                                 | 8,200.80                 |                                 |
| <b>Adjustments for:</b>   |                          |                                 |                          |                                 |
| Depreciation and amortisation expense   | 2,045.30                 |                                 | 1,970.59                 |                                 |
| (Gain) / Loss on disposal of property, plant and equipment  | (0.25)                   |                                 | 118.54                   |                                 |
| Gain on Fair Valuation of Investments   | (14.52)                  |                                 | (20.98)                  |                                 |
| Fair value adjustment to derivatives not designated as hedges   | (150.12)                 |                                 | -                        |                                 |
| Interest Income classified as investing cash flows  | (139.14)                 |                                 | (182.71)                 |                                 |
| Finance costs   | 690.86                   |                                 | 831.66                   |                                 |
| Reversal for doubtful debts   | (4.34)                   |                                 | (2.38)                   |                                 |
| <b>Operating Profit Before Working Capital Changes</b>  |                          | <b>10,849.75</b>                |                          | <b>10,915.52</b>                |
| <b>Changes in Working Capital:</b>  |                          |                                 |                          |                                 |
| <b>Adjustments For (Increase) / Decrease In Operating Assets:</b>   |                          |                                 |                          |                                 |
| Inventories   | (2,586.70)               |                                 | (2,332.67)               |                                 |
| Trade Receivables   | (442.71)                 |                                 | (817.95)                 |                                 |
| Loans   | 408.12                   |                                 | 13.88                    |                                 |
| Other Financial Assets  | (30.80)                  |                                 | (6.10)                   |                                 |
| Other Non-Financial Assets  | (1,030.75)               |                                 | (208.22)                 |                                 |
| <b>Adjustments For Increase / (Decrease) In Operating Liabilities:</b>  |                          |                                 |                          |                                 |
| Trade Payables  | (258.43)                 |                                 | 404.43                   |                                 |
| Other Financial Liabilities   | 162.08                   |                                 | 59.58                    |                                 |
| Other Non-Financial Liabilities   | 285.87                   |                                 | (140.21)                 |                                 |
| Provisions  | 81.00                    | <b>(3,412.28)</b>               | 50.53                    | <b>(2,976.77)</b>               |
| <b>Cash Generated from Operations</b>   |                          | <b>7,437.47</b>                 |                          | <b>7,938.75</b>                 |
| Income taxes paid   |                          | (2,115.34)                      |                          | (2,144.64)                      |
| <b>Net cash generated by operating activities Total (A)</b>   |                          | <b>5,322.13</b>                 |                          | <b>5,794.11</b>                 |
| <b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>   |                          |                                 |                          |                                 |
| Purchase Of Property, Plant And Equipment (Including Capital Advances And Capital Work-In-Progress)                     | (7,037.61)               |                                 | (2,487.70)               |                                 |
| Purchase Of Intangible Assets   | (24.75)                  |                                 | (5.77)                   |                                 |
| Proceeds From Disposal Of Property, Plant And Equipment (Investment In)/Proceeds From Fixed Deposits And Other Balances | 43.59                    |                                 | 275.25                   |                                 |
| (Purchase) / Proceeds From Sale Of Investments  | -                        |                                 | 237.72                   |                                 |
| Interest Received   | 128.81                   | (7,176.91)                      | 182.71                   | (1,600.00)                      |
| <b>Net cash used in investing activities Total (B)</b>  |                          | <b>(7,176.91)</b>               |                          | <b>(1,600.00)</b>               |
| <b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>   |                          |                                 |                          |                                 |
| Proceeds / (Repayment) of Loans During The Year   | 4,750.17                 |                                 | (2,975.75)               |                                 |
| Interest Paid   | (674.62)                 |                                 | (831.66)                 |                                 |
| Payment of Lease Liability  | (197.95)                 |                                 | (194.01)                 |                                 |
| Dividend Paid   | (675.13)                 | <b>3,202.47</b>                 | (274.44)                 | <b>(4,275.85)</b>               |
| <b>Net cash generated / (used in) financing activities Total (C)</b>  |                          | <b>3,202.47</b>                 |                          | <b>(4,275.85)</b>               |
| <b>Net increase / (decrease) in cash and cash equivalents (A+B+C)</b>   |                          | <b>1,347.69</b>                 |                          | <b>(81.74)</b>                  |
| <b>Cash and cash equivalents at the beginning of the year</b>   |                          | <b>798.11</b>                   |                          | <b>879.83</b>                   |
| <b>Cash and cash equivalents at the end of the year</b>   |                          | <b>2,145.80</b>                 |                          | <b>798.11</b>                   |
| <b>Cash and cash equivalents at the end of the year consist of-<br/>Particulars</b>                                     |                          |                                 |                          |                                 |
|   |                          | <b>As at 31 March, 2022 (₹)</b> |                          | <b>As at 31 March, 2021 (₹)</b> |
| Balances with banks in Current Account  |                          | 2,143.49                        |                          | 640.60                          |
| Cash in hand  |                          | 2.31                            |                          | 2.86                            |
| Fixed Deposit with Banks (maturity upto three months)   |                          | -                               |                          | 154.65                          |
| <b>Total</b>  |                          | <b>2,145.80</b>                 |                          | <b>798.11</b>                   |

**Note:**

The above Standalone Statement of Cash Flows has been prepared under the 'Indirect Method' as set out in Ind AS 7, 'Statement of Cash Flows'.

Significant Accounting Policies - Note 2

The accompanying notes 1 to 46 are an integral part of these standalone financial statements

As per our report of even date  
**FOR B. L. AJMERA & COMPANY**  
CHARTERED ACCOUNTANTS  
Firm Registration No: 001100C

For and on behalf of the Board of Directors

**RAJENDRA SINGH ZALA**  
PARTNER  
MEMBERSHIP NO: 017184

**AMARPAL SETHI**  
CHAIRMAN & MANAGING DIRECTOR  
DIN: 00129462

**SONEPAL SETHI**  
JOINT MANAGING DIRECTOR  
DIN: 00129276

PLACE: JAIPUR  
DATE : MAY 13, 2022

**RISHIPAL SETHI**  
JOINT MANAGING DIRECTOR  
DIN: 00129304

**KARANPAL SETHI**  
CHIEF FINANCIAL OFFICER  
DIN: 01711384

**FOR M S K A & ASSOCIATES**  
CHARTERED ACCOUNTANTS  
Firm Registration No : 105047W

**MOHD ADIL ANSARI**  
DIRECTOR  
DIN: 06913509

**SHYBU VARGHESE**  
COMPANY SECRETARY

**AMRISH VAIDYA**  
PARTNER  
MEMBERSHIP NO: 101739

PLACE: MUMBAI  
DATE : MAY 13, 2022

PLACE: MUMBAI  
DATE : MAY 13, 2022

### PIX TRANSMISSIONS LIMITED STANDALONE STATEMENT OF CHANGES IN EQUITY

#### A. EQUITY SHARE CAPITAL

For the year 2021-22

(Amt. in Lakhs)

| Balance at the beginning of the reporting period | Changes in equity share capital during the year | Balance at the end of the reporting period |
|--|---|--|
| 1,362.41   | -   | 1,362.41                                   |

For the year 2020-21

(Amt. in Lakhs)

| Balance at the beginning of the reporting period | Changes in equity share capital during the year | Balance at the end of the reporting period |
|--|---|--|
| 1,362.41   | -   | 1,362.41                                   |

#### B. OTHER EQUITY

(Amt. in Lakhs)

| Particulars                                    | Reserves and surplus |                    |                            |                      |                 |                   | Total            |
|--|----------------------|--------------------|----------------------------|----------------------|-----------------|-------------------|------------------|
|  | Capital Reserve      | Securities Premium | Capital Redemption Reserve | Amalgamation Reserve | General Reserve | Retained Earnings |                  |
| As at 31.03.2021                               | 94.08                | 1,387.09           | 1,124.13                   | 337.42               | 251.93          | 24,542.97         | 27,737.62        |
| Profit for the period                          | -                    | -                  | -                          | -                    | -               | 6,201.76          | 6,201.76         |
| Other comprehensive income                     | -                    | -                  | -                          | -                    | -               | (52.11)           | (52.11)          |
| <b>Total Comprehensive Income for the Year</b> | -                    | -                  | -                          | -                    | -               | 6,149.65          | 6,149.65         |
| Dividend Paid                                  | -                    | -                  | -                          | -                    | -               | (681.26)          | (681.26)         |
| <b>As at 31.03.2022</b>                        | <b>94.08</b>         | <b>1,387.09</b>    | <b>1,124.13</b>            | <b>337.42</b>        | <b>251.93</b>   | <b>30,011.36</b>  | <b>33,206.00</b> |

## STANDALONE CHANGE IN EQUITY STATEMENT



### B. OTHER EQUITY

(Amt. in Lakhs)

| Particulars                                    | Reserves and surplus |                    |                            |                      |                 |                   | Total            |
|--|----------------------|--------------------|----------------------------|----------------------|-----------------|-------------------|------------------|
|  | Capital Reserve      | Securities Premium | Capital Redemption Reserve | Amalgamation Reserve | General Reserve | Retained Earnings |                  |
| <b>As at 31.03.2020</b>                        | <b>94.08</b>         | <b>1,387.09</b>    | <b>1,124.13</b>            | <b>337.42</b>        | <b>251.93</b>   | <b>18,750.81</b>  | <b>21,945.45</b> |
| Profit for the year                            | -                    | -                  | -                          | -                    | -               | 6,113.70          | 6,113.70         |
| Other comprehensive income                     | -                    | -                  | -                          | -                    | -               | (49.03)           | (49.03)          |
| <b>Total Comprehensive Income for the Year</b> | -                    | -                  | -                          | -                    | -               | <b>6,064.67</b>   | <b>6,064.67</b>  |
| Dividend paid                                  | -                    | -                  | -                          | -                    | -               | (272.50)          | (272.50)         |
| <b>As at 31.03.2021</b>                        | <b>94.08</b>         | <b>1,387.09</b>    | <b>1,124.13</b>            | <b>337.42</b>        | <b>251.93</b>   | <b>24,542.97</b>  | <b>27,737.62</b> |

The accompanying notes 1 to 46 are an integral part of these financial statements

As per our report of even date  
FOR B. L. AJMERA & COMPANY  
CHARTERED ACCOUNTANTS  
Firm Registration No: 001100C

**RAJENDRA SINGH ZALA**  
PARTNER  
MEMBERSHIP NO: 017184

PLACE: JAIPUR  
DATE : MAY 13, 2022

**FOR M S K A & ASSOCIATES**  
CHARTERED ACCOUNTANTS  
Firm Registration No : 105047W

**AMRISH VAIDYA**  
PARTNER  
MEMBERSHIP NO: 101739

PLACE: MUMBAI  
DATE : MAY 13, 2022

For and on behalf of the Board of Directors

**AMARPAL SETHI**  
CHAIRMAN & MANAGING DIRECTOR  
DIN: 00129462

**RISHIPAL SETHI**  
JOINT MANAGING DIRECTOR  
DIN: 00129304

**MOHD ADIL ANSARI**  
DIRECTOR  
DIN: 06913509

PLACE: MUMBAI  
DATE : MAY 13, 2022

**SONEPAL SETHI**  
JOINT MANAGING DIRECTOR  
DIN: 00129276

**KARANPAL SETHI**  
CHIEF FINANCIAL OFFICER  
DIN: 01711384

**SHYBU VARGHESE**  
COMPANY SECRETARY

### NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022

#### 1 Corporate Information

PIX Transmissions Limited was incorporated on July 22, 1981, as a private limited company in the State of Maharashtra, India. The status of PIX Transmissions Limited changed from a Private Limited company to a Public Limited Company effective from September 27, 1989. PIX Transmissions Limited completed its initial public offering of its equity shares in India on December 4, 1989. The shares of the Company are listed with BSE Limited and National Stock Exchange of India Limited.

The Company is the leading manufacturer of Belts and related mechanical Power Transmission products in India. The Company has state-of-the-art Belt manufacturing units as well as an ultra-sophisticated, automated Rubber Mixing facility located in Nagpur, India.

#### 2.1. Significant Accounting Policies

##### a) Compliance with the Indian Accounting Standards (Ind AS)

The standalone financial statements comply in all material aspects with Ind AS notified under Section 133 of the Companies Act, 2013 (the Act) [Companies (Indian Accounting Standards) Rules, 2015] and other relevant provisions of the Act.

##### b) Historical cost convention

The financial statements have been prepared on a historical cost basis, except for the following:

- certain financial assets and liabilities (including derivative instruments) is measured at fair value
- defined benefit plans – plan assets measured at fair value

##### c) New and amended standards adopted by the Company

The Company has applied the following amendments to Ind AS for the first time for their annual reporting period commencing April 1, 2021:

- Extension of COVID-19 related concessions – amendments to Ind AS 116
- Interest rate benchmark reform – amendments to Ind AS 109, Financial Instruments, Ind AS 107, Financial Instruments: Disclosures, Ind AS 104, Insurance Contracts and Ind AS 116, Leases.

The amendments listed above did not have any impact on the amounts recognised in prior periods and are not expected to significantly affect the current or future periods.

##### d) New amendments issued but not effective

The Ministry of Corporate Affairs has vide notification dated March 23, 2022, notified Companies (Indian Accounting Standards) Amendment Rules, 2022 which amends certain accounting standards, and are effective April 1, 2022. These amendments are not expected to have a material impact on the Company in the current or future reporting periods and on foreseeable future transactions.

##### e) Reclassifications consequent to amendments to Schedule III

The Ministry of Corporate Affairs amended the Schedule III to the Companies Act, 2013 on 24 March 2021 to increase the transparency and provide additional disclosures to users of financial statements. These amendments are effective from April 1, 2021.

Consequent to above, the Company has changed the classification/presentation of (i) current maturities of long-term borrowings (ii) security deposits, in the current year.

The current maturities of long-term borrowings have now been included in the “Current borrowings” line item. Previously, current maturities of long-term borrowings were included in ‘other financial liabilities’ line item.

Further, security deposits (which meet the definition of a financial asset as per Ind AS 32) have

been included in 'other financial assets' line item. Previously, these deposits were included in 'loans' line item.

The Company has reclassified comparative amounts to conform with current year presentation as per the requirements of Ind AS 1.

#### **f) Use of estimates and judgements**

The preparation of financial statements in conformity with Ind AS requires management to make judgements, estimates and assumptions, which affect the application of accounting policies and the reported amounts of assets, liabilities, income, expenses and disclosures of contingent assets and liabilities at the date of these financial statements and the reported amounts of revenues and expenses for the years presented. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis.

#### **g) Property, plant, and equipment and intangible assets**

Property, plant, and equipment are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. Freehold land is carried at cost. The cost comprises purchase price, borrowing costs if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use. Any trade discounts and rebates are deducted in arriving at the purchase price. Borrowing costs directly attributable to acquisition or construction of qualifying PPE are capitalised.

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.

Borrowing costs directly attributable to acquisition of property, plant and equipment which take substantial period of time to get ready for its intended use are also included to the extent they relate to the period till such assets are ready to be put to use. Advances paid towards the acquisition of property, plant and equipment outstanding at each balance sheet date is classified as capital advances under other non-current assets.

An item of property, plant and equipment and any significant part initially recognized is de-recognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on de-recognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of profit and loss when the Property, plant and equipment is de-recognized.

Costs of assets not ready for use at the balance sheet date are disclosed under capital work-in-progress.

#### **Depreciation methods, estimated useful lives and residual value**

Depreciation is calculated on straight line basis using the useful lives as prescribed under Schedule II to the Companies Act, 2013. If the management's estimate of the useful life of an item of property, plant, and equipment at the time of acquisition or the remaining useful life on a subsequent review is shorter than the envisaged in the aforesaid schedule, depreciation is provided at a higher rate based on the management's estimate of the useful life/ remaining useful life.

#### **Intangible assets**

Intangible assets that are acquired by the Company are measured initially at cost. After initial recognition, an intangible asset is carried at its cost less any accumulated amortization and accumulated impairment loss.

Subsequent expenditure is capitalized only when it increases the future economic benefits from the specific asset to which it relates. An intangible asset is derecognized on disposal or when no future economic benefits are expected from its use and disposal.

Losses arising from retirement and gains or losses arising from disposal of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss.

### **Amortisation methods and periods**

The estimated useful lives of intangible assets and the amortisation period are reviewed at the end of each financial year and the amortisation method is revised to reflect the changed pattern, if any. Computer Software is amortized over the useful life prescribed under Schedule II to the Companies Act, 2013.

### **Impairment of non-financial assets**

The Company assesses at each reporting date, whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's (CGU) fair value less costs of disposal and its value in use. Recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. When the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

Impairment losses are recognized in the statement of profit and loss. After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

When there is indication that an impairment loss recognised for an asset (other than a revalued asset) in earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognised in the Statement of Profit and Loss, to the extent the amount was previously charged to the Statement of Profit and Loss.

## **h) Foreign currency translation**

### **Functional and presentation currency**

Items included in the financial statements of the entity are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The financial statements are presented in Indian rupee (INR), which is entity's functional and presentation currency.

### **Transactions and balances**

Foreign currency transactions are translated into the functional currency using the exchange rates at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at year end exchange rates are recognised in statement of profit or loss. Non-monetary items denominated in a foreign currency are measured at historical cost and translated at exchange rate prevalent at the date of transaction.

## **i) Financial Instruments**

Financial assets and financial liabilities are recognised when a Company becomes a party to the contractual provisions of the instruments. A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that

**(f) Financial Instruments**

Financial assets and financial liabilities are recognised when a Company becomes a party to the contractual provisions of the instruments.

Financial assets and financial 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 and ancillary costs related to borrowings) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in Statement of Profit and Loss and ancillary costs related to borrowings) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in Statement of Profit and Loss.

**Classification and Subsequent Measurement: Financial Assets**

The Company classifies financial assets as subsequently measured at amortised cost, fair value through other comprehensive income ("FVOCI") or fair value through profit or loss ("FVTPL") based on following:

- the entity's business model for managing the financial assets and
- the contractual cash flow characteristics of the financial asset.

**(i) Amortised Cost**

A financial asset shall be classified and measured at amortised cost if both of the following conditions are met:

- the financial asset is held within a business model whose objective is to hold financial 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.

After initial measurement, such financial assets are subsequently measured at amortised cost using the Effective Interest Rate (EIR) method.

**(ii) Fair Value through other comprehensive income**

A financial asset shall be classified and measured at fair value through OCI if both of the following conditions are met:

- the financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets 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 instruments included within the FVTOCI category are measured initially as well as at each reporting date at fair value. Fair value movements are recognised in the other comprehensive income (OCI).

### (iii) Fair Value through Profit or Loss

Fair Value through Profit or Loss is a residual category for financial assets. A financial asset shall be classified and measured at fair value through profit or loss unless it is measured at amortised cost or at fair value through OCI. Financial assets included within the Fair Value through Profit or Loss category are measured at fair value with all changes recognised in the statement of profit and loss.

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

### Classification and Subsequent Measurement: Financial liabilities

Financial liabilities are classified as either financial liabilities at FVTPL or other financial liabilities. All financial liabilities are recognised initially at fair value and, in the case of loans, borrowings, and payables, net of directly attributable transaction costs.

#### (i) Financial Liabilities at FVTPL

Financial liabilities are classified as at FVTPL when the financial liability is held for trading or are designated upon initial recognition as FVTPL. Gains or Losses on liabilities held for trading are recognised in the Statement of Profit and Loss.

#### (ii) Other Financial Liabilities

Other financial liabilities (including borrowings and trade and other payables) are subsequently measured at amortised cost using the effective interest method. The effective interest method is a method of calculating the amortised cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the financial liability, or (where appropriate) a shorter period, to the net carrying amount on initial recognition.

### Impairment of financial assets

Financial assets, other than those at FVTPL, are assessed for indicators of impairment at the end of each reporting period. The Company recognises a loss allowance for expected credit losses on financial asset. In case of trade receivables, the Company follows the simplified approach permitted by Ind AS 109 – Financial Instruments for recognition of impairment loss allowance. The application of simplified approach does not require the Company to track changes in credit risk. The Company calculates the expected credit losses on trade receivables using a provision matrix based on its historical credit loss experience.

### Derecognition of financial assets

The Company derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party. If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognises its retained interest in the asset and an associated liability for amounts it may have to pay. If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognise the financial asset and recognises a collateralised borrowing for the proceeds received.

On derecognition of a financial asset in its entirety, the difference between the asset's carrying amount and the sum of the consideration received and receivable and the cumulative gain or loss that had been recognised in other comprehensive income and accumulated in equity is

recognised in profit or loss if such gain or loss would have otherwise been recognised in profit or loss on disposal of that financial asset.

**Derecognition of financial liabilities**

A financial liability is derecognized when the obligation under the liability is discharged, cancelled, or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the statement of profit or loss.

**Equity investment in subsidiaries**

Investment in subsidiaries is carried at cost. Impairment recognized, if any, is reduced from the carrying value.

**Offsetting of financial instruments**

Financial assets and financial liabilities are offset, and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business.

**j) Derivatives that are not designated as hedges**

Derivatives are only used for economic hedging purposes and not as speculative investments. However, where derivatives do not meet the hedge accounting criteria, they are classified as 'held for trading' for accounting purposes and are accounted for at FVPL. They are presented as current assets or liabilities to the extent they are expected to be settled within 12 months after the end of the reporting period. Financial assets and liabilities are offset, and the net amount is reported in the balance sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business.

Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently re-measured to their fair value at the end of each reporting period. The accounting for subsequent changes in fair value is recognised in profit or loss.

**k) Financial liabilities and equity instruments****Classification as debt or equity**

Debt and equity instruments issued by the Company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

**Equity instruments**

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all liabilities. Equity instruments issued by a Company are recognised at the proceeds received.

**l) Taxes****Current income tax**

The tax currently payable is based on taxable profit for the year. Taxable profit differs from

'profit before tax' as reported in the statement of profit and loss because of items of income or expense that are taxable or deductible in other years, items that are never taxable or deductible and tax incentives. The Company's current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Current income tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Current tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

### **Deferred tax**

Deferred income tax is recognized using the balance sheet approach, deferred tax is recognized on temporary differences at the balance sheet date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes, except when the deferred income tax arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and affects neither accounting nor taxable profit or loss at the time of the transaction.

Deferred income tax assets are recognized for all deductible temporary differences, carry forward of unused tax credits and unused tax losses, to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilized.

The carrying amount of deferred income tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilized.

Deferred income tax assets and liabilities are measured at the tax rates that are expected to apply in the period when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the balance sheet date.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

Current and deferred tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

### **m) Inventories**

Inventories are valued at the lower of cost and net realisable value.

Costs incurred in bringing each product to its present location and condition are accounted for as follows:

**Raw materials:** cost includes cost of purchase and other costs incurred in bringing the inventories to their present location and condition. Cost is determined on weighted average basis.

Finished goods and work in progress: Cost of finished goods and work-in-progress includes the cost of materials, conversion cost, an appropriate share of fixed and variable production overheads and other costs incurred in bringing the inventories to their present location and condition.

**Traded goods:** cost includes cost of purchase and other costs incurred in bringing the inventories to their present location and condition. Cost is determined on weighted average basis.

Net realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale. The net realizable value of work-in-progress is determined with reference to the selling prices of related finished products. Raw materials and other supplies held for use in production of finished products are not written down below cost except in cases where material prices have declined, and it is estimated that the cost of the finished products will exceed their net realizable value.

#### **n) Revenue recognition**

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer. Revenue from the sale of goods is measured at the fair value of the consideration received or receivable, net of returns and allowances, trade discounts and volume rebates. Revenue is recognised upon transfer of control of promised products or services to customers in an amount that reflects the consideration which the Company expects to receive in exchange for those products or services. Revenue from sale of goods is recognised when the goods are dispatched, and titles have passed. The Company disaggregates Revenue from contracts with customers by geography.

Dividend income is recorded when the right to receive payment is established.

Interest income is recognised using the effective Interest method. For all debt instruments measured either at amortised cost or at fair value through other comprehensive income, interest income is recorded using the effective interest rate (EIR).

#### **o) Employee benefits**

##### **(i) Short-term obligations**

Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognised in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled.

##### **(ii) Other long-term employee benefit obligations**

The earned leave obligations are measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method. The benefits are discounted using the appropriate market yields at the end of the reporting period that have terms approximating to the terms of the related obligation. Remeasurements as a result of experience adjustments and changes in actuarial assumptions are recognised in profit or loss.

##### **(iii) Post-employment obligations**

The company operates the following post-employment schemes:

- (a) defined benefit plans viz gratuity,
- (b) defined contribution plans viz provident fund.

### **Gratuity obligations**

The liability or asset recognised in the balance sheet in respect of defined benefit gratuity plans is the present value of the defined benefit obligation at the end of the reporting period. The defined benefit obligation is calculated annually by actuaries using the projected unit credit method.

The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the statement of profit and loss.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the statement of changes in equity and in the balance sheet.

Changes in the present value of the defined benefit obligation resulting from plan amendments or curtailments are recognised immediately in profit or loss as past service cost.

### **Defined contribution plans**

The Company pays provident fund contributions to approved provident fund trust and publicly administered provident funds. The Company has no further payment obligations once the contributions have been paid. The contributions are accounted for as defined contribution plans and the contributions are recognised as employee benefit expense when they are due. Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in the future payments is available.

### **p) Leases**

A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

As a lessee

The Company recognises right-of-use asset representing its right to use the underlying asset for the lease term at the lease commencement date.

The right-of-use assets is depreciated using the straight-line method from the commencement date over the shorter of lease term or useful life of right-of-use asset. The estimated useful lives of right-of-use assets are determined on the same basis as those of property, plant, and equipment. Right-of-use assets are tested for impairment whenever there is any indication that their carrying amounts may not be recoverable. Impairment loss, if any, is recognised in the statement of profit and loss.

The Company measures the lease liability at the present value of the lease payments that are not paid at the commencement date of the lease. The lease payments are discounted using the interest rate implicit in the lease if that rate can be readily determined. If that rate cannot be readily determined, the Company uses incremental borrowing rate.

The Company has elected not to apply the requirements of Ind AS 116 Leases to short-term

leases of all assets that have a lease term of 12 months or less and leases for which the underlying asset is of low value. The lease payments associated with these leases are recognized as an expense on a straight-line basis over the lease term.

Right-of-use assets are measured at cost comprising the following:

- the amount of the initial measurement of lease liability
- any lease payments made at or before the commencement date less any lease incentives received
- any initial direct costs
- restoration costs.

Lease liabilities include the net present value of the following lease payments:

- fixed payments (including in-substance fixed payments), less any lease incentives receivable
- variable lease payment that are based on an index or a rate, initially measured using the index or rate as at the commencement date
- amounts expected to be payable by the Company under residual value guarantees
- the exercise price of a purchase option if the Company is reasonably certain to exercise that option, and
- payments of penalties for terminating the lease, if the lease term reflects the group exercising that option.

**h) Provisions, Contingent Liabilities and Contingent Assets**

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event and it is probable that an outflow of resources, which can be reliably estimated, will be required to settle such an obligation.

If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows to net present value using an appropriate pre-tax discount rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability. Unwinding of the discount is recognised in the Statement of Profit and Loss as a finance cost. Provisions are reviewed at each reporting date and are adjusted to reflect the current best estimate.

A present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made, is disclosed as a contingent liability. Contingent liabilities are also disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company.

Claims against the Company where the possibility of any outflow of resources in settlement is remote, are not disclosed as contingent liabilities.

Contingent assets are not recognised in financial statements since this may result in the recognition of income that may never be realised. However, when the realisation of income is virtually certain, then the related asset is not a contingent asset and is recognised.

**r) Trade receivables**

A receivable represents the Company’s right to an amount of consideration that is unconditional (i.e., only the passage of time is required before payment of the consideration is due).

### s) Trade and other payables

These amounts represent liabilities for goods and services provided to the group prior to the end of the financial year which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognised initially at their fair value and subsequently measured at amortised cost using the effective interest method.

### t) Borrowings

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in profit or loss over the period of the borrowings using the effective interest method. Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan to the extent that it is probable that some or all of the facility will be drawn down. In this case, the fee is deferred until the draw-down occurs. To the extent there is no evidence that it is probable that some or all of the facility will be drawn down, the fee is capitalised as a prepayment for liquidity services and amortised over the period of the facility to which it relates.

Borrowings are removed from the balance sheet when the obligation specified in the contract is discharged, cancelled, or expired. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss as other gains/(losses).

Borrowings are classified as current liabilities unless the Company has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period. Where there is a breach of a material provision of a long-term loan arrangement on or before the end of the reporting period with the effect that the liability becomes payable on demand on the reporting date, the entity does not classify the liability as current, if the lender agreed, after the reporting period and before the approval of the financial statements for issue, not to demand payment as a consequence of the breach.

### h) Borrowing costs

Borrowing costs are interest and other costs that the Company incurs in connection with the borrowing of funds and is measured with reference to the effective interest rate (EIR) applicable to the respective borrowing.

Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale. Borrowing costs, allocated to qualifying assets, pertaining to the period from commencement of activities relating to construction / development of the qualifying asset up to the date of capitalisation of such asset are added to the cost of the assets. Capitalisation of borrowing costs is suspended and charged to the Statement of Profit and Loss during extended periods when active development activity on the qualifying assets is interrupted.

All other borrowing costs are recognised as an expense in the period which they are incurred.

### v) Segment Reporting - Identification of Segments

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The Company is engaged in the business of Industrial Rubber Products and there is no reportable primary segment as per Indian Accounting

Standard (IND AS 108) 'Segment Reporting'. The Company identified geographical locations as secondary segments. The products of the company are sold both in the domestic & export markets, which are considered different geographical segments.

**w) Earnings per share**

Basic earnings per share is calculated by dividing the profit attributable to shareholders of the company by the weighted average number of equity shares outstanding during the financial year, adjusted for bonus elements in equity shares issued during the year.

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to consider the after-income tax effect of interest and other financing costs associated with dilutive potential equity and the weighted average number of additional equity shares that would have been outstanding assuming the conversion of all dilutive potential equity shares.

**x) Cash and cash equivalents**

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management

**y) Current/non-current classification**

The Company presents assets and liabilities in the balance sheet based on current/ non-current classification. An asset is treated as current when it is:

- Expected to be realised or intended to be sold or consumed in normal operating cycle
- Held primarily for the purpose of trading
- Expected to be realised within twelve months after the reporting period, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period

All other assets are classified as non-current.

A liability is current when:

- It is expected to be settled in normal operating cycle
- It is held primarily for the purpose of trading
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

The company classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents. The company has identified twelve months as its operating cycle.

## **2.2 Critical estimates and judgements**

### **(i) Recoverability of trade receivables**

In case of trade receivables, the Company follows the simplified approach permitted by Ind AS 109 – Financial Instruments for recognition of impairment loss allowance. The application of simplified approach does not require the Company to track changes in credit risk. The Company calculates the expected credit losses on trade receivables using a provision matrix based on its historical credit loss experience.

### **(ii) Useful lives of property, plant, and equipment/intangible assets**

The Company reviews the useful life of property, plant, and equipment/intangible assets at the end of each reporting period. This reassessment may result in change in depreciation expense in future periods.

### **(iii) Defined benefit plans**

The cost of the defined benefit gratuity plan and the present value of the gratuity obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate; future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH, 2022  
 Note :- 3(a) Non Current Assets - Property, Plant and Equipment

| Description             | GROSS BLOCK        |                            |               |                    | DEPRECIATION       |                 |               |                    | NET BLOCK          |
|-------------------------|--------------------|----------------------------|---------------|--------------------|--------------------|-----------------|---------------|--------------------|--------------------|
|                         | As at 01.04.2021 ₹ | Addition during the year ₹ | Disposals ₹   | As at 31.03.2022 ₹ | As at 01.04.2021 ₹ | For the year ₹  | Disposals ₹   | As at 31.03.2022 ₹ | As at 31.03.2022 ₹ |
| FREEHOLD LAND           | 1,996.99           | -                          | -             | 1,996.99           | -                  | -               | -             | -                  | 1,996.99           |
| FACTORY PREMISES        | 9,488.15           | 2,295.72                   | -             | 11,783.87          | 2,620.54           | 327.06          | -             | 2,947.60           | 8,836.27           |
| ELECTRICAL INSTALLATION | 2,096.92           | 168.69                     | -             | 2,265.61           | 1,448.03           | 129.58          | -             | 1,577.61           | 688.00             |
| PLANT & MACHINERIES     | 21,731.70          | 2,285.91                   | 175.98        | 23,841.63          | 10,203.61          | 1,169.77        | 139.38        | 11,234.00          | 12,607.63          |
| FURNITURE & FIXTURES    | 1,129.49           | 306.46                     | -             | 1,435.94           | 800.30             | 62.08           | -             | 862.38             | 573.56             |
| OFFICE EQUIPMENTS       | 1,017.62           | 129.74                     | 2.02          | 1,145.34           | 834.16             | 77.34           | 1.65          | 909.85             | 235.49             |
| VEHICLES                | 677.16             | 150.52                     | 20.08         | 807.60             | 83.86              | 80.80           | 13.71         | 150.94             | 656.65             |
| <b>Total</b>            | <b>38,138.03</b>   | <b>5,337.04</b>            | <b>198.09</b> | <b>43,276.98</b>   | <b>15,990.50</b>   | <b>1,846.63</b> | <b>154.75</b> | <b>17,682.38</b>   | <b>25,594.60</b>   |

| Description             | GROSS BLOCK        |                            |                 |                    | DEPRECIATION       |                 |               |                    | NET BLOCK          |
|-------------------------|--------------------|----------------------------|-----------------|--------------------|--------------------|-----------------|---------------|--------------------|--------------------|
|                         | As at 01.04.2020 ₹ | Addition during the year ₹ | Disposals ₹     | As at 31.03.2021 ₹ | As at 01.04.2020 ₹ | For the year ₹  | Disposals ₹   | As at 31.03.2021 ₹ | As at 31.03.2021 ₹ |
| FREEHOLD LAND           | 1,383.79           | 613.20                     | -               | 1,996.99           | -                  | -               | -             | -                  | 1,996.99           |
| FACTORY PREMISES        | 9,400.93           | 87.22                      | -               | 9,488.15           | 2,305.71           | 314.82          | -             | 2,620.54           | 6,867.62           |
| ELECTRICAL INSTALLATION | 2,083.27           | 13.65                      | -               | 2,096.92           | 1,320.49           | 127.54          | -             | 1,448.03           | 648.89             |
| PLANT & MACHINERIES     | 21,127.57          | 1,276.73                   | 672.60          | 21,731.70          | 9,672.87           | 1,118.31        | 587.57        | 10,203.61          | 11,528.09          |
| FURNITURE & FIXTURES    | 1,105.73           | 25.25                      | 1.49            | 1,129.49           | 745.20             | 56.04           | 0.95          | 800.30             | 329.18             |
| OFFICE EQUIPMENTS       | 951.45             | 70.05                      | 3.88            | 1,017.62           | 770.33             | 67.20           | 3.37          | 834.16             | 183.45             |
| VEHICLES                | 743.26             | 433.40                     | 499.51          | 677.16             | 186.78             | 88.87           | 191.79        | 83.86              | 593.30             |
| <b>Total</b>            | <b>36,796.00</b>   | <b>2,519.50</b>            | <b>1,177.48</b> | <b>38,138.03</b>   | <b>15,001.40</b>   | <b>1,772.79</b> | <b>783.68</b> | <b>15,990.50</b>   | <b>22,147.52</b>   |

Refer Note no 38(D) for assets pledged as a security.

Refer Note no 34(B) for contractual commitments for acquisition of Property, plant and equipment.

| Particulars                        | Capital Work In Progress (Amt. in Lakhs) |                  |
|------------------------------------|--|------------------|
|                                    | As at 31.03.2022                         | As at 31.03.2021 |
| Office Premises (Lease)            | 33.89                                    | -                |
| Factory premises ( Leasehold Land) | 5,022.89                                 | 1,397.84         |
| <b>TOTAL</b>                       | <b>5,056.77</b>                          | <b>1,363.96</b>  |
|                                    | <b>-</b>                                 | <b>33.89</b>     |

Refer Note no 45.3 for additional regulatory information required by Schedule III.

**Note :- 3(c) Non Current Assets - Right Of Use Asset**

The Company leases office premises and factory land. Rental contracts are typically made for fixed periods of 5 to 99 years.

| Description                       | GROSS BLOCK        |                            |             |                    | DEPRECIATION       |                |             |                    | NET BLOCK          |
|-----------------------------------|--------------------|----------------------------|-------------|--------------------|--------------------|----------------|-------------|--------------------|--------------------|
|                                   | As at 01.04.2021 ₹ | Addition during the year ₹ | Disposals ₹ | As at 31.03.2022 ₹ | As at 01.04.2021 ₹ | For the year ₹ | Disposals ₹ | As at 31.03.2022 ₹ | As at 31.03.2022 ₹ |
| Office Premises (Lease)           | 605.77             | -                          | -           | 605.77             | 349.83             | 180.67         | -           | 530.49             | 75.28              |
| Factory premises (Leasehold Land) | 142.32             | -                          | -           | 142.32             | 33.15              | 1.88           | -           | 35.03              | 107.29             |
| <b>TOTAL</b>                      | <b>748.09</b>      | <b>-</b>                   | <b>-</b>    | <b>748.09</b>      | <b>382.98</b>      | <b>182.55</b>  | <b>-</b>    | <b>565.53</b>      | <b>182.56</b>      |

| Description                       | GROSS BLOCK        |                            |             |                    | DEPRECIATION       |                |             |                    | NET BLOCK          |
|-----------------------------------|--------------------|----------------------------|-------------|--------------------|--------------------|----------------|-------------|--------------------|--------------------|
|                                   | As at 01.04.2020 ₹ | Addition during the year ₹ | Disposals ₹ | As at 31.03.2021 ₹ | As at 01.04.2020 ₹ | For the year ₹ | Disposals ₹ | As at 31.03.2021 ₹ | As at 31.03.2021 ₹ |
| Office Premises (Lease)           | 244.43             | 361.34                     | -           | 605.77             | 172.54             | 177.28         | -           | 349.83             | 255.95             |
| Factory premises (Leasehold Land) | 142.32             | -                          | -           | 142.32             | 31.27              | 1.88           | -           | 33.15              | 109.17             |
| <b>TOTAL</b>                      | <b>386.76</b>      | <b>361.34</b>              | <b>-</b>    | <b>748.09</b>      | <b>203.81</b>      | <b>179.17</b>  | <b>-</b>    | <b>382.98</b>      | <b>365.12</b>      |

(Amt. in Lakhs)

| Particulars                                      | As at 31.03.2022 | As at 31.03.2021 |
|--|------------------|------------------|
| (i) Interest Expenses (included in finance cost) | 16.28            | 18.28            |
| (ii) Expenses relating to Short term lease       | 49.86            | 23.36            |

The total cash outflow for leases for the year was Rs. 197.95 Lakhs (31 March, 2021: Rs.194.01 Lakhs)

**Note :- 3(d) Non Current Assets - Intangible Assets** (Amt. in Lakhs)

| Description       | GROSS BLOCK        |                            |             | DEPRECIATION       |                |             | NET BLOCK          |                    |
|-------------------|--------------------|----------------------------|-------------|--------------------|----------------|-------------|--------------------|--------------------|
|                   | As at 01.04.2021 ₹ | Addition during the year ₹ | Disposals ₹ | As at 31.03.2022 ₹ | For the year ₹ | Disposals ₹ | As at 01.04.2021 ₹ | As at 31.03.2022 ₹ |
| Computer software | 288.49             | 24.75                      | -           | 313.24             | 16.12          | -           | 266.68             | 282.80             |
| <b>TOTAL</b>      | <b>288.49</b>      | <b>24.75</b>               | <b>-</b>    | <b>313.24</b>      | <b>16.12</b>   | <b>-</b>    | <b>266.68</b>      | <b>282.80</b>      |

**Note :- 3(d) Non Current Assets - Intangible Assets** (Amt. in Lakhs)

| Description       | GROSS BLOCK        |                            |             | DEPRECIATION       |                |             | NET BLOCK          |                    |
|-------------------|--------------------|----------------------------|-------------|--------------------|----------------|-------------|--------------------|--------------------|
|                   | As at 01.04.2020 ₹ | Addition during the year ₹ | Disposals ₹ | As at 31.03.2021 ₹ | For the year ₹ | Disposals ₹ | As at 01.04.2020 ₹ | As at 31.03.2021 ₹ |
| Computer software | 282.73             | 5.77                       | -           | 288.49             | 18.63          | -           | 248.05             | 266.68             |
| <b>TOTAL</b>      | <b>282.73</b>      | <b>5.77</b>                | <b>-</b>    | <b>288.49</b>      | <b>18.63</b>   | <b>-</b>    | <b>248.05</b>      | <b>266.68</b>      |

**NOTE :- 4 Non Current Financial Assets:- Investments** (₹ in lacs)

| Particulars  | Face Value | As at March 31, 2022 |               | As at March 31, 2021 |               |
|--|------------|----------------------|---------------|----------------------|---------------|
|  |            | Nos                  | Amount (₹)    | Nos                  | Amount (₹)    |
| Investment in Subsidiaries (carried at cost)<br>Fully paid unquoted equity instruments<br><b>1. PIX Middle East FZC, UAE</b><br>[150 shares of 1,000 Dirham per share] | 1,000      | 150                  | 20.61         | 150                  | 20.61         |
| <b>2. PIX Transmissions Europe Ltd.</b><br>[1,00,000 shares of 1 Euro per share]   | 1          | 100,000              | 85.15         | 100,000              | 85.15         |
| <b>TOTAL</b>   |            |                      | <b>105.76</b> |                      | <b>105.76</b> |

**NOTE :- 5 Non-Current Financial Assets (Loans)** (₹ in lacs)

| Particulars                         | As at<br>31.03.2022<br>₹ | As at<br>31.03.2021<br>₹ |
|-------------------------------------|--------------------------|--------------------------|
| l) Loans considered good- unsecured | -                        | 400.00                   |
| <b>TOTAL</b>                        | <b>-</b>                 | <b>400.00</b>            |

**NOTE :- 6 Non-Current Financial Assets (Others)** (₹ in lacs)

| Particulars       | As at<br>31.03.2022<br>₹ | As at<br>31.03.2021<br>₹ |
|-------------------|--------------------------|--------------------------|
| Security deposits | 286.24                   | 248.20                   |
| <b>TOTAL</b>      | <b>286.24</b>            | <b>248.20</b>            |

**NOTE :- 7 Other Non Current Assets** (₹ in lacs)

| Particulars      | As at<br>31.03.2022<br>₹ | As at<br>31.03.2021<br>₹ |
|------------------|--------------------------|--------------------------|
| Capital advances | 1,817.05                 | 149.44                   |
| <b>TOTAL</b>     | <b>1,817.05</b>          | <b>149.44</b>            |

**NOTE :- 8 Inventories** (₹ in lacs)

| Particulars  | As at<br>31.03.2022<br>₹ | As at<br>31.03.2021<br>₹ |
|--|--------------------------|--------------------------|
| <b>Inventories (at lower of cost and net realizable value)</b> |                          |                          |
| (i) Raw materials  | 5,440.89                 | 3,080.65                 |
| (ii) Work in progress  | 514.32                   | 877.81                   |
| (iii) Finished goods   | 3,252.65                 | 2,804.37                 |
| (iv) Stock-In-Trade  | 305.12                   | 296.34                   |
| (v) Stores and spares  | 809.16                   | 684.95                   |
| (vi) Packing materials   | 109.12                   | 100.43                   |
| <b>TOTAL</b>   | <b>10,431.25</b>         | <b>7,844.55</b>          |

**NOTE :- 9 Financial Asset- Current Investments**

(₹ in lacs)

| Particulars  | As at March 31, 2022 |               | As at March 31, 2021 |               |
|--|----------------------|---------------|----------------------|---------------|
|  | Unit                 | Amount (₹)    | Unit                 | Amount (₹)    |
| <b>Investment measured at fair value through P&amp;L a/c :</b> |                      |               |                      |               |
| ICICI Prudential Bond Fund Growth - Quoted                     | 4,52,730             | 144.31        | 4,52,730             | 139.68        |
| HDFC Liquid Fund Growth - Unquoted                             | 7,380                | 306.42        | 7,380                | 296.52        |
| <b>TOTAL</b>   |                      | <b>450.72</b> |                      | <b>436.20</b> |

**Investments in Mutual funds**

(₹ in lacs)

| Particulars   | As at 31.03.2022<br>₹ | As at 31.03.2021<br>₹ |
|---|-----------------------|-----------------------|
| Aggregate amount of quoted investments and market value thereof | 144.31                | 139.68                |
| Aggregate amount of unquoted investments                        | 306.42                | 296.52                |
| Aggregate amount of impairment in the value of investments      | -                     | -                     |

**NOTE :- 10 Financial Assets-Trade Receivables**

(₹ in lacs)

| Particulars                | As at 31.03.2022<br>₹ | As at 31.03.2021<br>₹ |
|----------------------------|-----------------------|-----------------------|
| <b>Unsecured</b>           |                       |                       |
| Trade receivables          | 9,582.84              | 9,142.92              |
| Less: Impairment Allowance | 32.57                 | 36.91                 |
| <b>TOTAL</b>               | <b>9,550.27</b>       | <b>9,106.01</b>       |

**NOTE :- 11 Cash and Cash Equivalents**

(₹ in lacs)

| Particulars  | As at 31.03.2022<br>₹ | As at 31.03.2021<br>₹ |
|--|-----------------------|-----------------------|
| Cash in hand   | 2.31                  | 2.86                  |
| Balances with banks in Current Account                 | 2,143.49              | 640.60                |
| Fixed Deposit with Banks (maturity up to Three months) | -                     | 154.65                |
| <b>TOTAL</b>   | <b>2,145.80</b>       | <b>798.11</b>         |

Refer Note no 45.1 for additional regulatory information required by Schedule III.

**NOTE :- 12 Other Bank Balances** (₹ in lacs)

| Particulars   | As at<br>31.03.2022<br>₹ | As at<br>31.03.2021<br>₹ |
|---|--------------------------|--------------------------|
| Margin money deposits*  | 601.11                   | 96.22                    |
| Unpaid Dividend**   | 77.63                    | 71.50                    |
| Fixed Deposits with Banks (Maturity between three to twelve months) | 83.54                    | 307.63                   |
| <b>TOTAL</b>  | <b>762.28</b>            | <b>475.35</b>            |

Note :

\* Margin Money Deposit are kept with banks for opening Letter of credit for imports

\*\* No amount due to Investor Education & Protection Fund

**NOTE :- 13 Current Financial Assets (Loans)** (₹ in lacs)

| Particulars                | As at<br>31.03.2022<br>₹ | As at<br>31.03.2021<br>₹ |
|----------------------------|--------------------------|--------------------------|
| Unsecured, Considered good |                          |                          |
| Loans to employees         | 23.11                    | 14.08                    |
| Receivables from Others    | 4.41                     | 21.57                    |
| <b>TOTAL</b>               | <b>27.52</b>             | <b>35.65</b>             |

**NOTE :- 14 Current Financial Assets (Others)** (₹ in lacs)

| Particulars                       | As at<br>31.03.2022<br>₹ | As at<br>31.03.2021<br>₹ |
|-----------------------------------|--------------------------|--------------------------|
| Interest Accrued on Fixed deposit | 10.33                    | -                        |
| Security deposits                 | -                        | 7.24                     |
| <b>TOTAL</b>                      | <b>10.33</b>             | <b>7.24</b>              |

**NOTE :- 15 Other Current Assets** (₹ in lacs)

| Particulars                                | As at<br>31.03.2022<br>₹ | As at<br>31.03.2021<br>₹ |
|--|--------------------------|--------------------------|
| <b>Unsecured, considered good</b>          |                          |                          |
| Prepaid expenses                           | 108.19                   | 95.16                    |
| Balance with government authorities        | 1,274.18                 | 262.51                   |
| Advances to suppliers                      | 261.59                   | 255.52                   |
| Advance income tax paid (net of provision) | 89.54                    | 114.20                   |
| <b>TOTAL</b>                               | <b>1,733.49</b>          | <b>727.40</b>            |

**NOTE :- 16 Share Capital**

(₹ in lacs)

| Particulars   | As at           | As at           |
|---|-----------------|-----------------|
|   | 31.03.2022      | 31.03.2021      |
|   | ₹               | ₹               |
| <b>AUTHORIZED</b>   |                 |                 |
| 2,05,00,000 (Previous year 2,05,00,000) Equity Shares of ₹10/- each   | 2,050.00        | 2,050.00        |
| 15,00,000 (31 March, 2021: 15,00,000) Non-convertible 6% cumulative Redeemable Prefer. Shares of ₹ 100/- each | 1,500.00        | 1,500.00        |
| 14,50,000 (31 March, 2021: 14,50,000) Convertible 6% preference shares of ₹ 100/- each                        | 1,450.00        | 1,450.00        |
| <b>TOTAL ( AUTHORISED CAPITAL )</b>   | <b>5,000.00</b> | <b>5,000.00</b> |
| <b>A. ISSUED , SUBSCRIBED &amp; PAID UP EQUITY SHARES</b>   |                 |                 |
| 1,36,25,200 (31 March, 2021: 1,36,25,200 Equity ₹ 10 each )   | 1,362.52        | 1,362.52        |
| Less: Allotment money in arrears from public other than directors   | 0.11            | 0.11            |
| <b>TOTAL</b>  | <b>1,362.41</b> | <b>1,362.41</b> |

**16.1 Terms and rights attached to equity shares**

Equity shares have a par value of Rs. 10. They entitle the holder to participate in dividends, and to share in the proceeds of winding up the Company in proportion to the number of and amounts paid on the shares held. Every holder of equity shares present at a meeting in person or by proxy is entitled to one vote, and upon a poll each share is entitled to one vote.

**16.2 Reconciliation of the number of Equity Shares and Equity Share Capital**

| Particulars                         | No. of shares      |                    |
|-------------------------------------|--------------------|--------------------|
|                                     | 2021-22            | 2020-21            |
| <b>At the beginning of the year</b> | <b>1,36,25,200</b> | <b>1,36,25,200</b> |
| Add: Issued during the year         | -                  | -                  |
| <b>At the end of the year</b>       | <b>1,36,25,200</b> | <b>1,36,25,200</b> |

(₹ in lacs)

| Particulars                         | Equity Share Capital |                 |
|-------------------------------------|----------------------|-----------------|
|                                     | 2021-22              | 2020-21         |
| <b>At the beginning of the year</b> | <b>1,362.41</b>      | <b>1,362.41</b> |
| Add: Issued during the year         | -                    | -               |
| <b>At the end of the year</b>       | <b>1,362.41</b>      | <b>1,362.41</b> |

**16.3 Details of shareholders holding more than 5% shares in the company**

| Particulars                   | Nos.      | Holdings% |
|-------------------------------|-----------|-----------|
| <b>As at 31st March, 2022</b> |           |           |
| Nirmal Sethi                  | 9,65,600  | 7.09%     |
| Amarpal Singh Sethi           | 10,33,029 | 7.58%     |
| Sukhpal Singh Sethi           | 8,65,172  | 6.35%     |
| Sonepal Singh Sethi           | 15,20,200 | 11.16%    |
| Inderjeet Sethi               | 8,59,327  | 6.31%     |
| Rishipal Sethi                | 11,75,712 | 8.63%     |
| Karanpal Sethi                | 9,70,805  | 7.13%     |
| <b>As at 31st March, 2021</b> |           |           |
| Nirmal Sethi                  | 9,64,500  | 7.08%     |
| Amarpal Singh Sethi           | 10,33,029 | 7.58%     |
| Sukhpal Singh Sethi           | 8,64,195  | 6.34%     |
| Sonepal Singh Sethi           | 15,18,800 | 11.15%    |
| Inderjeet Sethi               | 8,59,077  | 6.30%     |
| Rishipal Sethi                | 11,75,312 | 8.63%     |
| Karanpal Sethi                | 9,70,805  | 7.13%     |

Refer Note 45.18 for additional regulatory information required by Schedule III with respect to promoter shareholding.

**NOTE :-17 Other Equity**

(₹ in lacs)

| Particulars  | As at<br>31.03.2022<br>₹ | As at<br>31.03.2021<br>₹ |
|--|--------------------------|--------------------------|
| I) Capital reserve   | 94.08                    | 94.08                    |
| II) Capital redemption reserve                               | 1,124.13                 | 1,124.13                 |
| III) Security premium  | 1,387.09                 | 1,387.09                 |
| IV) Amalgamation reserve                                     | 337.42                   | 337.42                   |
| V) General reserve   | 251.93                   | 251.93                   |
| VI) Retained earnings  |                          |                          |
| a) As per last balance sheet                                 | 24,799.02                | 18,957.82                |
| b) Add: profit for the year                                  | 6,201.76                 | 6,113.70                 |
| <b>Total [VI(a)+VI(b)]</b>                                   | <b>31,000.77</b>         | <b>25,071.52</b>         |
| <b>Less-Appropriations</b>                                   |                          |                          |
| Dividend paid on equity shares during the year               | 681.26                   | 272.50                   |
| Tax on dividend paid during the year                         | -                        | -                        |
|  | 681.26                   | 272.50                   |
|  | <b>30,319.51</b>         | <b>24,799.02</b>         |
| <b>Other comprehensive income</b>                            |                          |                          |
| Opening balance  | (256.04)                 | (207.01)                 |
| Add: Other comprehensive income during the year (net of tax) | (52.11)                  | (49.03)                  |
| Total other comprehensive income (Closing balance)           | (308.15)                 | (256.04)                 |
| <b>TOTAL</b>   | <b>33,206.00</b>         | <b>27,737.62</b>         |

### Capital Reserve

The Company created capital reserve on cancellation/ forfeiture of the Company's own equity instruments. Capital reserve was created in financial year 2008-09.

### Capital Redemption Reserve

Capital Redemption Reserve is created out of profit available for distribution towards redemption of Preference shares. This reserve can be used for the purpose of issue of Bonus shares.

### General Reserve

General Reserve is used from time to time to transfer profits from retained earnings for appropriation purposes. As the General Reserve is created by a transfer from one component of equity to another and is not an item of other comprehensive income, items included in the General Reserve will not be reclassified subsequently to statement of profit and loss.

### Amalgamation Reserve

The amalgamation Reserve was created on amalgamation of Pix Auto Ltd with the Company in financial year 1999-2000.

### Securities Premium

Securities Premium Reserve represents premium on issue of shares. The reserve will be utilised in accordance with the provisions of the Companies Act, 2013.

### Retained earnings

The balance in the Retained Earnings primarily represents the surplus after payment of dividend and transfer to reserves.

#### NOTE :- 18 Non Current Financial Liabilities (Borrowings) (₹ in lacs)

| Particulars                                  | As at<br>31.03.2022<br>₹ | As at<br>31.03.2021<br>₹ |
|--|--------------------------|--------------------------|
| <b>Secured Borrowings- at amortised cost</b> |                          |                          |
| Term loan from Banks                         | 3,521.50                 | 699.14                   |
| Vehicle loan                                 | 236.55                   | 261.16                   |
| <b>Un-secured- at amortised cost</b>         |                          |                          |
| Loan from Others                             | 425.00                   | 425.00                   |
| Loan from Directors and related parties      | 1,951.18                 | 2,398.22                 |
| <b>TOTAL</b>                                 | <b>6,134.23</b>          | <b>3,783.51</b>          |

Refer Note 38(D) for terms of repayment and interest rate.

Refer Note 45 for additional regulatory information required by Schedule III.

#### NOTE :- 19 Non Current Liabilities:- Provisions (₹ in lacs)

| Particulars                        | As at<br>31.03.2022<br>₹ | As at<br>31.03.2021<br>₹ |
|------------------------------------|--------------------------|--------------------------|
| Provision for Gratuity*            | 1,018.67                 | 974.10                   |
| Provision for Compensated Absences | 124.55                   | 120.81                   |
| <b>TOTAL</b>                       | <b>1,143.22</b>          | <b>1,094.91</b>          |

\*Refer Note 30

**NOTE :- 20 Deferred Tax Liabilities (Net)** (₹ in lacs)

| Particulars                    | As at<br>31.03.2022<br>₹ | As at<br>31.03.2021<br>₹ |
|--------------------------------|--------------------------|--------------------------|
| Deferred tax liability (net) # | 1,173.81                 | 1,111.14                 |
| <b>TOTAL</b>                   | <b>1,173.81</b>          | <b>1,111.14</b>          |

# Refer Note 36

**NOTE :- 21 Current Borrowings** (₹ in lacs)

| Particulars                                       | As at<br>31.03.2022<br>₹ | As at<br>31.03.2021<br>₹ |
|---|--------------------------|--------------------------|
| <b>Secured</b>                                    |                          |                          |
| Working capital loan from banks                   | 3,749.99                 | 2,549.99                 |
| Cash Credit & Packing Credit with banks           | 399.25                   | 299.56                   |
| <b>Current maturities of long term borrowings</b> |                          |                          |
| Term loan from banks                              | 1,326.79                 | 397.51                   |
| Vehicle loan                                      | 107.37                   | 86.97                    |
| <b>TOTAL</b>                                      | <b>5,583.39</b>          | <b>3,334.03</b>          |

Refer Note 38(D) for terms of repayment and interest rate.

Refer Note 45 for additional regulatory information required by Schedule III.

**NOTE :- 22 Trade Payables** (₹ in lacs)

| Particulars  | As at<br>31.03.2022<br>₹ | As at<br>31.03.2021<br>₹ |
|--|--------------------------|--------------------------|
| Dues to Micro and small enterprises                      | 0.80                     | 154.54                   |
| Dues to creditors other than micro and small enterprises | 2,527.15                 | 2,631.84                 |
| <b>TOTAL</b>   | <b>2,527.95</b>          | <b>2,786.37</b>          |

Refer Note 45.2 for additional regulatory information required by Schedule III.

**NOTE :- 23 Current Financial Liabilities (Other)** (₹ in lacs)

| Particulars                        | As at<br>31.03.2022<br>₹ | As at<br>31.03.2021<br>₹ |
|------------------------------------|--------------------------|--------------------------|
| Unpaid/ Unclaimed dividend payable | 77.53                    | 71.40                    |
| Employee benefits payable          | 1,246.73                 | 1,084.65                 |
| <b>TOTAL</b>                       | <b>1,324.26</b>          | <b>1,156.04</b>          |

**NOTE :- 24 Other Current Liabilities** (₹ in lacs)

| Particulars             | As at<br>31.03.2022<br>₹ | As at<br>31.03.2021<br>₹ |
|-------------------------|--------------------------|--------------------------|
| Advances from customers | 394.93                   | 118.64                   |
| Statutory dues payable  | 68.55                    | 58.97                    |
| <b>TOTAL</b>            | <b>463.48</b>            | <b>177.61</b>            |

**NOTE :- 25 Current Liabilities:- Provisions** (₹ in lacs)

| Particulars                        | As at<br>31.03.2022<br>₹ | As at<br>31.03.2021<br>₹ |
|------------------------------------|--------------------------|--------------------------|
| Provision for Gratuity^            | 115.66                   | 87.30                    |
| Provision for compensated absences | 13.25                    | 8.92                     |
| <b>TOTAL</b>                       | <b>128.91</b>            | <b>96.22</b>             |

^Refer Note 30

**NOTE :- 26 Revenue From Operations** (₹ in lacs)

| Particulars                                       | As at<br>31.03.2022<br>₹ | As at<br>31.03.2021*<br>₹ |
|---|--------------------------|---------------------------|
| <b>A. Revenue from contracts with customers :</b> |                          |                           |
| Sale of Products                                  | 41,577.55                | 35,300.29                 |
| <b>TOTAL (A)</b>                                  | <b>41,577.55</b>         | <b>35,300.29</b>          |
| <b>B. OTHER OPERATING REVENUE</b>                 |                          |                           |
| Scrap sales                                       | 107.37                   | 93.88                     |
| <b>TOTAL (B)</b>                                  | <b>107.37</b>            | <b>93.88</b>              |
| <b>TOTAL (A+B)</b>                                | <b>41,684.92</b>         | <b>35,394.17</b>          |

**Reconciliation of revenue recognised with contract price** (₹ in lacs)

| Particulars                         | As at<br>31.03.2022<br>₹ | As at<br>31.03.2021<br>₹ |
|-------------------------------------|--------------------------|--------------------------|
| Contract price                      | 43,193.65                | 37,229.46                |
| Adjustment for Discount             | 1,616.11                 | 1,929.18                 |
| Revenue from contract with customer | <b>41,577.55</b>         | <b>35,300.29</b>         |

\* Restated - Refer Note 46

**NOTE :- 27 Other Income** (₹ in lacs)

| Particulars   | As at<br>31.03.2022<br>₹ | As at<br>31.03.2021<br>₹ |
|---|--------------------------|--------------------------|
| Interest Income   | 139.14                   | 182.71                   |
| Exchange Difference (net)   | 505.94                   | 282.23                   |
| Fair value adjustment to derivatives not designated as hedges       | 150.12                   | -                        |
| Profit/(Loss) on sale of current investment                         | -                        | (0.85)                   |
| Excess provision written back                                       | 7.13                     | -                        |
| Gain on fair valuation of mutual fund investments measured at FVTPL | 14.52                    | 21.83                    |
| Miscellaneous Income  | -                        | 11.73                    |
| <b>TOTAL</b>  | <b>816.85</b>            | <b>497.65</b>            |

**NOTE :- 28 Material Consumed**

(₹ in lacs)

| Particulars                                    | For the year ended<br>March 31 2022<br>₹ | For the year ended<br>March 31 2021<br>₹ |
|--|--|--|
| <b>A. RAW MATERIALS</b>                        |  |  |
| Opening stock of raw materials                 | 3,080.65                                 | 1,770.12                                 |
| Add:- raw materials purchased                  | 18,445.89                                | 14,824.31                                |
|  | <b>21,526.53</b>                         | <b>16,594.43</b>                         |
| Less:- closing stock of raw materials          | 5,440.89                                 | 3,080.65                                 |
| <b>TOTAL CONSUMPTION (RAW MATERIALS)</b>       | <b>16,085.64</b>                         | <b>13,513.29</b>                         |
| <b>B. PACKING MATERIAL</b>                     |  |  |
| Opening stock                                  | 100.43                                   | 66.15                                    |
| Add: Purchases                                 | 682.91                                   | 539.67                                   |
|  | <b>783.33</b>                            | <b>605.82</b>                            |
| Less: Closing stock                            | 109.12                                   | 100.43                                   |
| <b>TOTAL CONSUMPTION (PACKING MATERIALS)</b>   | <b>674.22</b>                            | <b>505.39</b>                            |
| <b>C. STORES &amp; SPARES</b>                  |  |  |
| Opening stock                                  | 684.95                                   | 621.26                                   |
| Add: Purchases                                 | 774.30                                   | 580.99                                   |
|  | <b>1,459.25</b>                          | <b>1,202.25</b>                          |
| Less: Closing Stock                            | 809.16                                   | 684.95                                   |
| <b>TOTAL CONSUMPTION (STORES &amp; SPARES)</b> | <b>650.09</b>                            | <b>517.30</b>                            |
| <b>TOTAL CONSUMPTION</b>                       | <b>17,409.95</b>                         | <b>14,535.98</b>                         |

**NOTE :- 29 Changes in Inventories**

(₹ in lacs)

| Particulars                  | For the year ended<br>March 31 2022<br>₹ | For the year ended<br>March 31 2021<br>₹ |
|------------------------------|--|--|
| <b>Opening stock</b>         |  |  |
| Finished goods               | 2,804.37                                 | 2,018.04                                 |
| Work-in-progress             | 877.81                                   | 756.72                                   |
| Stock in Trade               | 296.34                                   | 279.57                                   |
| <b>TOTAL (OPENING STOCK)</b> | <b>3,978.52</b>                          | <b>3,054.33</b>                          |
| Less:-closing stock          | 3,252.65                                 | 2,804.37                                 |
| Finished goods               | 514.32                                   | 877.81                                   |
| Work-in-progress             | 305.12                                   | 296.34                                   |
| <b>TOTAL (CLOSING STOCK)</b> | <b>4,072.09</b>                          | <b>3,978.52</b>                          |
| (Increase)/Decrease in stock | <b>(93.56)</b>                           | <b>(924.19)</b>                          |

**NOTE :- 30 Employee Benefits Expenses**

(₹ in lacs)

| Particulars                               | For the year ended March 31 2022<br>₹ | For the year ended March 31 2021<br>₹ |
|---|---------------------------------------|---------------------------------------|
| Salary, Wages and Bonus                   | 7,080.87                              | 6,006.41                              |
| Contribution to provident and other funds | 249.56                                | 262.76                                |
| Gratuity                                  | 139.41                                | 132.10                                |
| Staff welfare expenses                    | 198.23                                | 140.74                                |
| <b>TOTAL</b>                              | <b>7,668.07</b>                       | <b>6,542.01</b>                       |

**30.1 Disclosure as per Indian Accounting Standard - 19 on 'Employee Benefits'**
**Leave Obligations:**

The leave obligations cover the Company's liability for earned leave which are classified as other long-term benefits.

Leave obligations expected to be settled within the next 12 months - Rs. 124.55 lakhs (31 March, 2021: Rs. 120.81 lakhs)

Leave obligations not expected to be settled within the next 12 months - Rs. 13.25 lakhs (31 March, 2021: Rs. 8.92 lakhs)

**Post-employment obligations (Gratuity)**

The Company provides for gratuity for employees in India as per the Payment of Gratuity Act, 1972. Employees who are in continuous service for a period of 5 years are eligible for gratuity. The amount of gratuity payable on retirement/termination is the employees last drawn basic salary per month computed proportionately for 15 days salary multiplied for the number of years of service. The gratuity plan is unfunded.

**Defined contribution plans:**

The Company also has a certain defined contribution plan. Contributions are made to provident fund in India for employees at the rate of 12% of basic salary as per regulations. The contributions are made to registered provident fund administered by the government. The obligation of the Company is limited to the amount contributed and it has no further contractual nor any constructive obligation. The expense recognised during the period towards defined contribution plan is Rs. 239.76 lakhs (31 March 2021 – Rs. 224.55 lakhs).

**Actuarial Assumptions:**

(₹ in lacs)

| Particulars             | 2021-2022      | 2020-2021      |
|-------------------------|----------------|----------------|
| Discount Rate           | 7.11%          | 6.68%          |
| Future Salary Increases | 4%             | 4%             |
| Attrition rate          | 1%-5%          | 1%-5%          |
| Mortality table         | IALM (2012-14) | IALM (2012-14) |

**A. Changes in present value of defined benefit obligations** (₹ in lacs)

| Particulars   | 31.03.2022 | 31.03.2021 |
|---|------------|------------|
| Present Value of obligation as at the beginning of the year | 1,061.39   | 1,019.80   |
| Interest cost   | 65.43      | 65.14      |
| Past Service Cost   | 27.73      | (21.08)    |
| Current Service Cost  | 73.98      | 66.96      |
| Benefits Paid   | (163.85)   | (134.95)   |
| Actuarial (Gain) / loss on obligation                       | 69.64      | 65.52      |
| Present value of obligation as at the end of year           | 1,134.33   | 1,061.39   |

Enterprise best estimate for expense next year is Rs. 567.16 lakhs (31 March, 2021: Rs. 530.70 lakhs)

(₹ in lacs)

| Particulars              | 31.03.2022      | 31.03.2021      |
|--------------------------|-----------------|-----------------|
| Current Liabilities      | 115.66          | 87.30           |
| Non- current Liabilities | 1,018.67        | 974.10          |
| <b>TOTAL</b>             | <b>1,134.33</b> | <b>1,061.39</b> |

**B. Amount recognized in Statement of Profit & Loss** (₹ in lacs)

| Particulars  | 31.03.2022 | 31.03.2021 |
|--|------------|------------|
| Amount included in Profit and loss                   |            |            |
| Current Service Cost                                 | 73.98      | 66.96      |
| Interest Cost(income)                                | 65.43      | 65.14      |
| Net actuarial (gain) / loss recognised in the period | 69.64      | 65.52      |
| Net amount recognized in P&L                         | 139.41     | 132.10     |
| Net amount recognized in OCI and P&L                 | 209.05     | 197.63     |

**Sensitivity Analysis:**

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation by the amounts shown below:

(₹ in lacs)

| Particulars  | 2021-2022       | 2020-2021       |
|--|-----------------|-----------------|
| <b>a) Impact of the change in discount rate</b>      |                 |                 |
| Present Value of Obligation at the end of the period | <b>1,134.33</b> | <b>1,061.39</b> |
| Impact due to increase of 1 % (DBO)                  | 1,047.55        | 979.21          |
| Impact due to decrease of 1 % (DBO)                  | 1,233.94        | 1,156.02        |
| <b>b) Impact of the change in salary increase</b>    |                 |                 |
| Present Value of Obligation at the end of the period | <b>1,134.33</b> | <b>1,061.39</b> |
| Impact due to increase of 1 % (DBO)                  | 1,242.83        | 1,163.85        |
| Impact due to decrease of 1 % (DBO)                  | 1,038.55        | 971.20          |

"The above sensitivity analyses are based on a change in an assumption while holding all other assumptions constant. In practice, this is unlikely to occur, and changes in some of the assumptions may be correlated.

The methods and types of assumptions used in preparing the sensitivity analysis did not change compared to the prior period."

Sensitivities due to mortality & withdrawals are not material & hence impact of change not calculated.

**Risk Exposure:**

"Through its defined benefit plan, the Company is exposed to a number of risks, the most significant of which are detailed below:

- 1. Changes in bond yields:** A decrease in bond yields will increase plan liabilities
- 2. Longevity risk:** The present value of the defined benefit plan liability is calculated by reference to the best estimate of the mortality of plan participants both during and after their employment. An increase in the life expectancy of the plan participants will increase the plan's liability.
- 3. Salary growth risk:** The present value of the defined benefit plan liability is calculated by reference to the future salaries of plan participants. An increase in the salary of the plan participants will increase the plan's liability."

(₹ in lacs)

| Particulars       | 2021-2022     | 2020-2021     |
|-------------------|---------------|---------------|
| Less than 1 year  | 115.66        | 87.30         |
| Between 1-2 years | 79.82         | 115.13        |
| Between 2-5 years | 248.94        | 240.09        |
| Over 5 years      | 523.59        | 447.04        |
| <b>Total</b>      | <b>968.01</b> | <b>889.56</b> |

The weighted average duration of the defined benefit obligations in 12.38 years (31 March, 2021: 12.42 years)

**NOTE :- 31 Finance Cost**

(₹ in lacs)

| Particulars                                 | Year ended March 31, 2022 | Year ended March 31, 2021 |
|---|---------------------------|---------------------------|
| Interest on Loan                            | 670.76                    | 760.13                    |
| Less: Interest capitalized during the year* | (44.60)                   | -                         |
|   | <b>626.16</b>             | <b>760.13</b>             |
| Interest on Lease liabilities               | 16.28                     | 18.28                     |
| Other Finance cost                          | 48.42                     | 53.25                     |
| <b>TOTAL</b>                                | <b>690.86</b>             | <b>831.66</b>             |

\*The capitalisation rate used to determine the amount of borrowing costs to be capitalised is in range of 1.87% p.a. to 1.98% p.a on foreign currency term loan.

**NOTE :- 32 Depreciation and Amortisation Expense** (₹ in lacs)

| Particulars                                 | Year ended<br>March 31, 2022 | Year ended<br>March 31, 2021 |
|---|------------------------------|------------------------------|
| Depreciation on Property, Plant & Equipment | 1,846.63                     | 1,772.79                     |
| Amortisation on Intangible assets           | 16.12                        | 18.63                        |
| Depreciation on Right to use Assets         | 182.55                       | 179.17                       |
| <b>TOTAL</b>                                | <b>2,045.30</b>              | <b>1,970.59</b>              |

**NOTE :-33 Other Expenses** (₹ in lacs)

| Particulars                                  | For the year<br>ended<br>March 31 2022 | For the year<br>ended<br>March 31 2021* |
|--|--|---|
| Power expenses                               | 1,299.93                               | 1,227.51                                |
| Rent   | 49.86                                  | 23.36                                   |
| Repair and Maintenance of Building           | 64.55                                  | 57.08                                   |
| Repair and Maintenance of Machinery          | 123.92                                 | 126.72                                  |
| Repair and Maintenance of Other Assets       | 143.69                                 | 149.34                                  |
| Repair and Maintenance of Vehicles           | 22.23                                  | 18.37                                   |
| Insurance                                    | 81.71                                  | 84.96                                   |
| Rates and taxes                              | 8.29                                   | 12.04                                   |
| Travelling expenses                          | 229.34                                 | 95.50                                   |
| Auditor's remuneration                       |  |   |
| - Audit fees                                 | 16.26                                  | 6.00                                    |
| - Tax audit fees                             | 1.25                                   | 2.00                                    |
| Legal & professional fees                    | 145.07                                 | 122.96                                  |
| Advertisement                                | 73.30                                  | 29.58                                   |
| Bank charges                                 | 119.95                                 | 72.76                                   |
| Commission & brokerage                       | 165.67                                 | 116.28                                  |
| Freight & transportation                     | 2,217.30                               | 1,246.05                                |
| Telephone, postage and communication charges | 35.67                                  | 32.60                                   |
| Printing & stationery                        | 34.29                                  | 27.21                                   |
| Miscellaneous expenses                       | 662.92                                 | 521.69                                  |
| (Profit)/ Loss on Sale of Assets             | (0.25)                                 | 118.54                                  |
| Corporate social responsibility expenditure  | 100.89                                 | 68.02                                   |
| <b>TOTAL</b>                                 | <b>5,595.84</b>                        | <b>4,158.58</b>                         |

\* Restated - Refer Note 46

**Note :- 34 Contingent liabilities, contingent assets and commitments**
**Disclosure as per IND AS 37 Provisions, contingent Liabilities & contingent Assets**
**A) Contingent liabilities :-**

(₹ in lacs)

| Particulars           | As at<br>31-03-2022 | As at<br>31-03-2021 |
|-----------------------|---------------------|---------------------|
| Performance guarantee | 7.63                | 1.52                |

The Company neither had any contingent asset as on March 31, 2022 nor as on March 31, 2021

**B) Commitments :-**

(₹ in lacs)

| Particulars   | As at<br>31-03-2022 | As at<br>31-03-2021 |
|---|---------------------|---------------------|
| Estimated amount of contracts remaining to be executed on capital account for property, plant & equipment (net of advances) | 551.73              | 249.28              |

**Note No.35:-Disclosure as per by Indian Accounting Standard 24 “Related Party Disclosures” :**

(A) Names of the related party and description of relationship:

| Related Party Where Control Exists   | Relationship   |
|--|--|
| PIX Transmissions (Europe) Limited, England  | Subsidiary   |
| PIX Middle East FZC, UAE   | Subsidiary   |
| PIX Germany GmbH, Germany, Subsidiary Company of PIX Transmissions (Europe) Limited, England | Step Down  |
| PIX Middle East Trading LLC, UAE, Subsidiary Company of PIX Middle East FZC, UAE             | Subsidiary   |
| <b>Other Related Parties</b>   |  |
| Mr. Sukhpal Singh Sethi, Whole Time Director   | Key Managerial Personnel   |
| Mr. Amarpal Sethi, Chairman and Managing Director  |  |
| Mr. Sonopal Sethi, Joint Managing Director   |  |
| Mr. Rishipal Sethi, Joint Managing Director  |  |
| Mr. Joe Paul, Whole Time Director  |  |
| Mr. Karanpal Sethi, Whole Time Director  |  |
| Ms. Shirley Paul, Whole Time Director  |  |
| Mr. Amit Sethi   | Relatives of Key Management Personnel  |
| Mrs. Davinder Sethi  |  |
| Mr. Inderjeet Sethi  |  |
| Mrs. Nirmal Sethi  |  |
| Mrs. Kamalpreet Sethi  |  |
| Mrs. Roshni Sethi  |  |
| Mrs. Saba Sethi  | Enterprises over which Key Management Personnel are able to exercise significant influence |
| Prominent Infrastructure Private Limited   |  |
| Karishma Investment  |  |

**B. Transactions with Related Parties**

1. Subsidiaries & step down subsidiaries

(₹ in lacs)

| Particulars                      | 2021-22         | 2020-21         |
|----------------------------------|-----------------|-----------------|
| Sale of goods                    | 6,343.50        | 4,603.34        |
| Loan (including Interest) repaid | -               | 33.21           |
| <b>Total</b>                     | <b>6,343.50</b> | <b>4,636.55</b> |

**2. Key Managerial Personnel & Enterprises over which relatives of key management have influence**

(₹ in lacs)

| Nature of Transaction         | (a) Key Managerial Personnel |         | (b) Relatives of Key Management Personnel |         | (c) Enterprises over which Key Management Personnel are able to exercise significant influence |         |
|-------------------------------|------------------------------|---------|---|---------|--|---------|
|                               | 2021-22                      | 2020-21 | 2021-22                                   | 2020-21 | 2021-22  | 2020-21 |
| Remuneration                  | 918.48                       | 759.08  | -   | -       | -  | -       |
| Rent                          | 5.93                         | 5.93    | 2.87                                      | 2.87    | 197.95   | 194.01  |
| Interest                      | 173.08                       | 176.02  | -   | -       | 59.79  | 126.55  |
| Dividend Paid                 | 289.05                       | 115.44  | 142.45                                    | 56.76   | -  | -       |
| Loan Received during the year | 45.25                        | 108.29  | -   | -       | 59.22  | 75.42   |
| Loan Repaid during the year   | 40.75                        | 107.75  | -   | -       | 510.76   | 422.11  |

Post employment benefits have been provided at gross level on totality basis and not available at individual employee level.

Transactions relating to dividends were on the same terms and conditions that applied to other shareholders.

Goods were sold to subsidiaries (including step down subsidiaries) during the year based on the price lists in force and terms that would be available to third parties.

All other transactions were made on normal commercial terms and conditions and at market rates.

**C. Outstanding Balances with related parties**

(₹ in lacs)

| Particulars  | 2021-22  | 2020-21  |
|--|----------|----------|
| <b>Investment</b>  |          |          |
| - Subsidiaries and Step down subsidiaries  | 105.76   | 105.76   |
| <b>Trade Receivable</b>  |          |          |
| - Subsidiaries and Step down subsidiaries  | 1,906.02 | 2,487.37 |
| <b>Trade Payable</b>   |          |          |
| - Relative of Key Management Personnel   | 0.22     | 0.22     |
| <b>Employee Benefits payable</b>   |          |          |
| - Key Management Personnel   | 153.32   | 131.99   |
| <b>Outstanding Loan</b>  |          |          |
| - Key Management Personnel   | 1,576.73 | 1,572.23 |
| - Enterprises over which Key Management Personnel are able to exercise significant influence | 374.44   | 825.98   |

All outstanding balances are unsecured and to be settled in cash

**NOTE :- 36 DISCLOSURES AS PER IND-AS 12: DEFERRED TAXES**

**(A) Components of Tax Expense :**

(₹ in lacs)

| Particulars   | For the year ended<br>March 31 2022 | For the year ended<br>March 31 2021 |
|---|-------------------------------------|-------------------------------------|
| <b>Current tax</b>  |                                     |                                     |
| Total Current tax expense recognised in the current year  | 2,140.00                            | 2,035.00                            |
| <b>Deferred tax</b>                                       |                                     |                                     |
| Total Deferred tax expense recognised in the current year | 80.20                               | 52.10                               |
| <b>Total Tax expense recognised in the current year</b>   | <b>2,220.20</b>                     | <b>2,087.10</b>                     |

**The major components of deferred tax assets/(liabilities) in relation to :**

(₹ in lacs)

| Particulars                                 | Opening balance<br>₹ | Recognised in profit & loss<br>₹ | Recognised in other comprehensive income<br>₹ | Closing balance<br>₹ |
|---|----------------------|----------------------------------|---|----------------------|
| <b>Deferred tax liabilities on:</b>         |                      |                                  |   |                      |
| Property, Plant & equipment                 | (1,576.01)           | (111.97)                         | -   | (1,687.98)           |
| <b>Deferred tax Asset on:</b>               |                      |                                  |   |                      |
| Accrued expense deductible on payment basis | 155.77               | 30.00                            | -   | 185.78               |
| Allowance for bad debts                     | 9.29                 | (1.09)                           | -   | 8.20                 |
| Provision for Employee Benefits             | 299.81               | 2.86                             | 17.53   | 320.20               |
| <b>Net Deferred tax liabilities</b>         | <b>(1,111.14)</b>    | <b>(80.20)</b>                   | <b>17.53</b>                                  | <b>(1,173.81)</b>    |

**(B) Reconciliation of tax expense and the accounting profit multiplied by domestic tax rate applicable in India :**

(₹ in lacs)

| Particulars   | 2021-22       | 2020-21       |
|---|---------------|---------------|
| Profit before tax   | 8,421.96      | 8,200.80      |
| Applicable Corporate tax rate as per Income Tax Act, 1961 | 25.17%        | 25.17%        |
| Tax on accounting profit                                  | 2,119.81      | 2,064.14      |
| Increase/ (reduction) in tax on account of :              |               |               |
| Effect of non deductible expenses                         | 25.40         | 17.12         |
| Others  | 75.00         | 5.84          |
| Tax expense recognised during the year                    | 2,220.20      | 2,087.10      |
| <b>Effective tax rate (%)</b>                             | <b>26.36%</b> | <b>25.45%</b> |

**NOTE 37:- Disclosures as per IND AS 115 Revenue from contract with customers**

**1. Nature of Goods and services**

The revenue of the company comprises of income from Business of Industrial rubber products. The following is a description of principal activities:

Manufacturing of rubber V-belts & related mechanical transmissions products.

**2. The Company disaggregates revenue from contracts with customers by geography**

Revenue disaggregation by geography is as follows:

(₹ in lacs)

| Geography     | For the year ended<br>March 31 2022 | For the year ended<br>March 31 2021 |
|---------------|-------------------------------------|-------------------------------------|
| India         | 17,657.13                           | 16,817.07                           |
| Outside India | 23,920.42                           | 18,483.22                           |
| <b>Total</b>  | <b>41,577.55</b>                    | <b>35,300.29</b>                    |

**3. Information about major customers**

The Company does not have any external customer other than its subsidiaries, with whom revenue from transactions is more than 10% of Company's total revenue (Refer Note 35).

**NOTE :- 38 Financial Instruments and related disclosures**  
(A) Categories of Financial Instruments

| Description  | 31.03.2022 |        |                |                      |                  | 31.03.2021 |        |                |                      |                  |
|--|------------|--------|----------------|----------------------|------------------|------------|--------|----------------|----------------------|------------------|
|  | FVTPL      | FVTOCI | Amortised Cost | Total carrying value | Total fair value | FVTPL      | FVTOCI | Amortised Cost | Total carrying value | Total fair value |
| <b>Financial Assets</b>                            |            |        |                |                      |                  |            |        |                |                      |                  |
| Investments*                                       | 450.72     | -      | -              | -                    | 450.72           | 436.20     | -      | -              | -                    | 436.20           |
| Cash and cash equivalents                          | -          | -      | 2,145.80       | 2,145.80             | -                | -          | -      | 798.11         | 798.11               | -                |
| Bank Balances Other than Cash and Cash Equivalents | -          | -      | 762.28         | 762.28               | -                | -          | -      | 475.35         | 475.35               | -                |
| Loans  | -          | -      | 27.52          | 27.52                | -                | -          | -      | 435.65         | 435.65               | -                |
| Other Financial Assets                             | -          | -      | 296.57         | 296.57               | -                | -          | -      | 255.44         | 255.44               | -                |
| Trade receivables                                  | -          | -      | 9,550.27       | 9,550.27             | -                | -          | -      | 9,106.01       | 9,106.01             | -                |
| <b>Financial Liabilities</b>                       |            |        |                |                      |                  |            |        |                |                      |                  |
| Borrowings   | 4,193.57   | -      | 7,524.05       | 7,524.05             | 4,193.57         | -          | -      | 7,117.55       | 7,117.55             | -                |
| Trade Payables                                     | -          | -      | 2,527.95       | 2,527.95             | -                | -          | -      | 2,786.37       | 2,786.37             | -                |
| Lease liabilities                                  | -          | -      | 80.66          | 80.66                | -                | -          | -      | 262.37         | 262.37               | -                |
| Other Financial Liabilities                        | -          | -      | 1,324.26       | 1,324.26             | -                | -          | -      | 1,156.04       | 1,156.04             | -                |

\*The above Investments does not include equity investments in subsidiaries which are carried at cost and hence are not required to be disclosed as per Ind AS 107 "Financial Instruments Disclosures"

The management assess that Cash and cash equivalents, Other balances with banks, Loans, Trade receivables, other financial assets, Borrowings, Trade payables, Lease liabilities and Other financial liabilities carried at amortised cost approximate their carrying amounts largely due to the short-term maturities of these instruments.

**(B) Fair Value hierarchy**

(₹ in lacs)

| Particulars                          | Level 1        |                | Level 2        |                | Level 3        |                |
|--------------------------------------|----------------|----------------|----------------|----------------|----------------|----------------|
|                                      | 31 March, 2022 | 31 March, 2021 | 31 March, 2022 | 31 March, 2021 | 31 March, 2022 | 31 March, 2021 |
| <b>Financial Assets</b>              |                |                |                |                |                |                |
| At fair value through profit or loss | -              | -              | -              | -              | -              | -              |
| - Investments                        | 450.72         | 436.20         | -              | -              | -              | -              |
| <b>Financial Liabilities</b>         |                |                |                |                |                |                |
| At fair value through profit or loss | -              | -              | -              | -              | -              | -              |
| - Borrowings                         | -              | -              | 4,193.57       | -              | -              | -              |

The accounting classification of each category of financial instrument, their carrying amount and fair value are as follows :-

**Fair Valuation Techniques**

The fair values of the financial assets and liabilities are included at the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The following methods and assumptions were used to estimate the fair values:

- The fair value of mutual funds are based on price quotations at the reporting date.
- The Company has entered into derivative financial instrument with a counterparty, principally with bank. The derivative contract has been valued using valuation techniques, which employs the use of market observable inputs.

**Fair Value Hierarchy**

Fair Values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows

Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities.

Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.

Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

**(C) Offsetting Financial Liabilities**

The Company was sanctioned floating interest rate loan in USD aggregating to \$6,040,934 which was structured and swapped to fixed interest rate loan in Euro aggregating to € 5,201,075 in following five tranches drawn as under: -

| Tranche      | Drawdown Date | USD Loan (Floating Rate) | Euro Loan (Fixed Rate) |
|--------------|---------------|--------------------------|------------------------|
| Tranche 1    | 09-Apr-21     | \$13,44,809              | € 11,31,042            |
| Tranche 2    | 25-May-21     | \$9,60,000               | € 7,83,354             |
| Tranche 3    | 30-Jul-21     | \$10,00,000              | € 8,39,913             |
| Tranche 4    | 20-Jan-22     | \$9,89,938               | € 9,04,879             |
| Tranche 5    | 24-Mar-22     | \$17,46,187              | € 15,41,887            |
| <b>Total</b> |               | <b>\$60,40,934</b>       | <b>€ 52,01,075</b>     |

Aforementioned loan arrangement in USD and swap deal in Euro has been accounted as two separate contracts in accordance with Ind AS 109 pertaining to Financial Instruments. Since the swap deal involves net settlement, the outstanding loan in USD has been offset against the Mark to Market Gain on the Euro swap deal as under:

| Financial Liabilities | Effects of offsetting on the balance sheet as on 31 March, 2022 |                           |  |  |
|-----------------------|---|---------------------------|--|--|
|                       | Gross Amount (USD)  | Gross Amount (₹ In lakhs) | MTM Gain set off (Refer Note 27 ) (₹ In lakhs) | Net Amount Presented in Balance Sheet (₹ In lakhs) |
| Borrowings            | \$57,34,933   | 4,343.69                  | 150.12   | 4,193.57   |

There were no offsetting financial liabilities as on 31 March, 2021

**(D) Nature of securities and terms of repayment of Loans**

i. The terms of repayment of term loans are stated as under:

| Particulars  | Terms of repayment   |
|--|--|
| Foreign currency term loan from a bank, balance outstanding amounting to \$12.20 lakhs (31 March, 2021: NIL) | Repayable in 54 monthly instalment starting from November 2021 and last installment due in April 2026. Rate of interest 1.87% p.a. to 1.98% p.a (31st March, 2021 : NIL) |
| Foreign currency term loan from a bank, balance outstanding amounting to \$8.71 lakhs (31 March, 2021: NIL)  | Repayable in 54 monthly instalment starting from November 2021 and last installment due in April 2026. Rate of interest 1.77% p.a. to 1.85% p.a (31st March, 2021 : NIL) |
| Foreign currency term loan from a bank, balance outstanding amounting to \$9.07 lakhs (31 March, 2021: NIL)  | Repayable in 54 monthly instalment starting from November 2021 and last installment due in April 2026. Rate of interest 1.77% p.a. to 1.88% p.a (31st March, 2021 : NIL) |
| Foreign currency term loan from a bank, balance outstanding amounting to \$17.46 lakhs (31 March, 2021: NIL) | Repayable in 54 monthly instalment starting from August 2022 and last installment due in January 2028. Rate of interest 1.40% p.a. (31st March, 2021 : NIL)              |
| Foreign currency term loan from a bank, balance outstanding amounting to \$9.90 lakhs (31 March, 2021: NIL)  | Repayable in 54 monthly instalment starting from August 2022 and last installment due in January 2028. Rate of interest 1.40% p.a (31st March, 2021 : NIL)               |
| Term loan from a bank, balance outstanding amounting to Rs. 699.14 lakhs (31 March, 2021: NIL)               | Repayable in 33 monthly instalment starting from May 2021 and last installment due in January 2024. Rate of interest 6.75% p.a (31st March, 2021 : NIL)                  |
| Term loan from a bank, balance outstanding amounting to NIL (31 March, 2021: Rs. 1,105.40 lakhs)             | Term loan carrying an interest rate of 9.45% p.a. repaid in current year   |

Contd.

"The above loans are secured by:

1st Pari passu charge on fixed assets (Moveable and Immovable) of the Company by way of Equitable Mortgage located at

I. Plot no J-7, MIDC Hingna Road, Nagpur - Unit No.1

II. K-36,K-37/38 at MIDC, Hingna Road, Nagpur- Unit No.2

III. Khasra No. 55 & 57, Nagalwadi, Tahsil Hingna, Nagpur-Mixing Plant,

IV. Khasra No.45, 46/2, 48,25, 46/1,47, Mauza, Nagalwadi.

2nd pari passu charge by way of hypothecation of residual value of hypothecation of entire current assets of the Company including raw material, finished goods, stock-in-process at the company's factory premises or at such palces as may be approved by the Bank from time to time including stock-in-transit, book debts, receivables under multiple banking arrangement."

ii. The terms of repayment of vehicle loans are stated as under:

(₹ in lacs)

| Particulars   | As at<br>31.03.2022 | As at<br>31.03.2021 |
|---|---------------------|---------------------|
| (a) Loan- I: Repayable in remaining 10 monthly installments upto 07/01/2023 (31 March, 2021: Repayable in 22 monthly installments upto 07/01/2023) carrying an interest rate of 8.40% p.a (31 March, 2021: 8.40% p.a)       | 17.77               | 37.52               |
| (b) Loan- II: Repayable in remaining 29 monthly installments upto 07/08/2024 (31 March, 2021: Repayable in 41 monthly installments upto 07/08/2024) carrying an interest rate of 7.80% p.a (31 March, 2021: 7.80% p.a)      | 23.07               | 31.42               |
| (c) Loan- III: Repayable in remaining 19 monthly installments upto 07/10/2023 (31 March, 2021: Repayable in 31 monthly installments upto 07/10/2023) carrying an interest rate of 7.75% p.a (31 March, 2021: 7.75% p.a)     | 30.61               | 48.10               |
| (d) Loan- IV: Repayable in remaining 25 monthly installments upto 07/04/2024 (31 March, 2021: Repayable in 37 monthly installments upto 07/04/2024) carrying an interest rate of 7.35% p.a (31 March, 2021: 7.35% p.a)      | 23.38               | 33.40               |
| <b>Vehicle Loans from others:</b>   |                     |                     |
| <b>Daimler Financial Services</b>   |                     |                     |
| (a) Loan- I: Repayable in remaining 24 monthly installments upto 18/03/2024 (31 March, 2021: Repayable in 36 monthly installments upto 18/03/2024) carrying an interest rate of 10.50% p.a (31 March, 2021: 10.50% p.a)     | 40.33               | 45.42               |
| (b) Loan- II: Repayable in remaining 17 monthly installments of upto 13/08/2023 (31 March, 2021: Repayable in 29 monthly installments upto 13/08/2023) carrying an interest rate of 10.10% p.a (31 March, 2021: 10.10% p.a) | 45.34               | 51.62               |
| (c) Loan- III: Repayable in remaining 18 monthly installments upto 07/09/2023 (31 March, 2021: Repayable in 30 monthly installments upto 07/09/2023) carrying an interest rate of 9.00% p.a (31 March, 2021: 9.00% p.a)     | 53.28               | 59.22               |

Contd.

ii. The terms of repayment of vehicle loans are stated as under:

(₹ in lacs)

| Particulars  | As at<br>31.03.2022 | As at<br>31.03.2021 |
|--|---------------------|---------------------|
| (d) Loan-IV: Repayable in remaining 26 monthly installments of upto 08/05/2024 (31 March, 2021: Repayable in 38 monthly installments upto 08/05/2024) carrying an interest rate of 8.82% p.a (31 March, 2021: 8.82% p.a) | 61.65               | -                   |
| <b>Kotak Mahindra Prime Ltd.</b>   |                     |                     |
| (a) Loan - I: Repayable in remaining 21 monthly installments upto 05/12/2023 (31 March, 2021: Repayable in 33 monthly installments upto 05/12/2023) carrying an interest rate of 7.77% p.a (31 March, 2021: 7.77% p.a)   | 18.25               | 27.61               |
| (b) Loan - II: Repayable in remaining 21 monthly installments upto 05/12/2023 (31 March, 2021: Repayable in 33 monthly installments upto 05/12/2023) carrying an interest rate of 7.77% p.a (31 March, 2021: 7.77% p.a)  | 9.12                | 13.81               |
| (c) Loan - III: Repayable in remaining 30 monthly installments upto 05/12/2023 (31 March, 2021: Repayable in 42 monthly installments upto 05/12/2023) carrying an interest rate of 7.63% p.a (31 March, 2021: 7.63% p.a) | 21.12               | -                   |
| <b>Total</b>   | <b>343.92</b>       | <b>348.13</b>       |

Vehicle loans are secured against hypothecation of vehicles.

iii. Terms of repayment of Unsecured Loans

These Loans carries an interest rate of 9% to 11.50% (31 March, 2021: 10.50% to 13%) and is repayable in March 2024.

iv. Security and terms of repayment of working capital loans

(a) Working capital loans are secured by:

1) 1st pari passu charge by way of hypothecation of entire current assets of the Company including raw materials, finished goods, stock-in-process at the Company's factory premises or at such places as may be approved by the Bank from time to time including stocks-in-transit, book debts, receivables, on pari passu basis under multiple banking arrangement.

2) 2<sup>nd</sup> pari passu charge on entire fixed assets (Moveable and Immovable) of the Company by way of Equitable Mortgage located at

i) Plot no J-7, MIDC Hingna Road, Nagpur - Unit NO.1

ii) K-36,K-37/38 at MIDC, Hingna Road, Nagpur- Unit NO.2

iii) Khasra No. 55 & 57, Nagalwadi, Tahsil Hingna. Dist. Nagpur Mixing Plant

iv) Khasra No.45, 46/2, 48,25, 46/1,47, Mauza, Nagalwadi.

(b) Working capital loans from banks are repayable on demand

(c) Working capital loans from banks carry an interest rate of 6.00% to 8.00% (31 March, 2021: 6.00% to 9.00%)

### (E) Financial Risk Management

The Company's activities are exposed to variety of financial risks. The key financial risks include market risk, credit risk and liquidity risk. The company's focus is to foresee the unpredictability of financial markets and seek

to minimise potential adverse effects on its financial performance. The Board of Directors reviews and approves policies for managing these risks. The risks are governed by appropriate policies and procedures and accordingly financial risks are identified, measured and managed in accordance with the company's policies and risk objectives.

### (i) CREDIT RISK

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk for trade receivables, cash and cash equivalents, investments, other bank balances, loans and other financial assets. The Company only deals with parties which have good credit rating/ worthiness given by external rating agencies or based on Company's internal assessment.

Credit risk on trade receivables and contract assets are managed by the Company's established policy, procedures and control relating to customer credit risk management. Credit quality of a customer is assessed and individual credit limits are defined in accordance with this assessment. Moreover, given the diverse nature of the Company's businesses, trade receivables and contract assets are spread over a number of customers. No single external customer (except for subsidiaries) accounted for 10% or more of the trade receivables in any of the years presented.

For trade receivables, as a practical expedient, the Company computes credit loss allowance based on a provision matrix. The provision matrix is prepared based on historically observed default rates over the expected life of trade receivables and is adjusted for forward-looking estimates.

For Mutual Fund Investments, counterparty risk are in place to limit the amount of credit exposure to any one counterparty. This, therefore, results in diversification of credit risk for Company's mutual fund investments.

The Credit risk on mutual fund investments, cash and cash equivalents, and other bank balances are limited as the counterparties are banks and fund houses with high-credit ratings assigned by credit rating agencies.

The carrying amount of maximum exposure to credit risk. The concentration of credit risk is limited due to the customer base being large and respective financial assets recognised in the financial statements, represents the Company's unrelated. Of the trade receivables balance at the end of the year, there are no customer accounting for more than 10% of the trade receivable as at March 31, 2022.

The Company establishes an allowance for impairment that represents its estimate of incurred losses in respect of trade and other receivables. Receivables from customers are reviewed/evaluated periodically by the management of the company and appropriate provisions are made to the extent recovery there against has been considered to be remote.

### (ii) Liquidity Risk

Liquidity risk is defined as the risk that the Company will not be able to settle or meet its obligations on time or at a reasonable price. The Company's objective is to maintain optimum level of liquidity to meet its cash and collateral requirements at all times. The Company relies on borrowings and internal accruals to meet its fund requirement. The current committed line of credit are sufficient to meet its short to medium term fund requirement. The company manages liquidity risk by maintaining sufficient cash and marketable securities and by having access to funding through an adequate amount of committed credit lines.

### Contractual Maturities of Financial Liabilities

(₹ in lacs)

| Contractual maturities of financial liabilities | 31-Mar-22              |                  |           | 31-Mar-21              |                  |          |
|---|------------------------|------------------|-----------|------------------------|------------------|----------|
|   | Contractual cash flows |                  |           | Contractual cash flows |                  |          |
|   | Less than 1 year       | More than 1 year | Total     | Less than 1 year       | More than 1 year | Total    |
| Borrowings                                      | 5,583.39               | 6,134.23         | 11,717.62 | 3,334.03               | 3,783.51         | 7,117.55 |
| Lease Liabilities                               | 80.66                  | -                | 80.66     | 181.71                 | 80.66            | 262.37   |
| Trade Payables                                  | 2,527.95               | -                | 2,527.95  | 2,786.37               | -                | 2,786.37 |
| Other Financial Liabilities                     | 1,324.26               | -                | 1,324.26  | 1,156.04               | -                | 1,156.04 |

**(iii) Market Risk**

Market risk is the risk or uncertainty arising from possible market fluctuations resulting in variation in the fair value of future cash flows of a financial instrument. The major components of Market risks are currency risk, interest rate risk and other price risk. Financial instruments affected by market risk includes trade receivables, borrowings, investments and trade and other payables.

**(a) Interest Rate Risk**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rate. There is nominal amount of interest income but significant interest expenses are incurred by the company on borrowed funds. In order to minimize the interest cost, interest reset options is opted and a regular pursuance is made with financial institutions/commercial banks to lower down the interest rates as per prevailing market trend. The policies is designed to optimise the use of available funds for repayment of loans and other payment obligations so that funds are not remained idle with the company.

The Company's exposure in market risk relating to change in interest rate primarily arises from floating rate borrowing with banks. The Company maintains a portfolio mix of fixed and floating rate borrowings. During the current year, the Company has structured and swapped floating interest rate loan to fixed interest rate loan. Refer Note 38(C).

Further there are deposits with banks which are for short term period and are exposed to interest rate risk, falling due for renewal. These deposits are however generally for trade purposes as such do not cause material implication.

**(b) Foreign currency risk**

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Company's exposure to the risk of changes in foreign exchange rates relates primarily to the Company's foreign currency borrowings, trade receivables and trade payables.

The Company has adopted a comprehensive risk management review system wherein actively engage in forward contracts its foreign exchange exposures within defined parameters through forward contracts. The Company periodically reviews its risk management initiatives and manages this forex risk using derivatives ,wherever required ,to mitigate or eliminate the risk.

The Company has not taken any forward contract during the current year and also there were no outstanding forward contract as on 31 March, 2022.

**Details of forward contracts outstanding as at 31 March, 2021:**

| Bank  | Currency | No. of contracts | Amount in foreign currency | Amount in Rs Lakhs | Buy/Sell | (₹ in lacs)    |
|-------|----------|------------------|----------------------------|--------------------|----------|----------------|
|       |          |                  |                            |                    |          | Cross currency |
| KOTAK | USD      | 3                | 7,10,000                   | 522.00             | Sell     | Rupees         |
| HDFC  | GBP      | 1                | 75,000                     | 78.00              | Sell     | Rupees         |
| HDFC  | EURO     | 5                | 2,45,000                   | 219.00             | Sell     | Rupees         |

The carrying amount of various unhedged exposures to foreign currency as at the end of the reporting period are as follows:

| Particulars                      | (Amount in Foreign Currency) |                       |                       | (₹ in lacs)           |
|----------------------------------|------------------------------|-----------------------|-----------------------|-----------------------|
|                                  | As at 31st March 2022        | As at 31st March 2021 | As at 31st March 2022 | As at 31st March 2021 |
| <b>Trade Payables</b>            |                              |                       |                       |                       |
| USD                              | 4,71,568                     | 4,69,922              | 357.50                | 345.41                |
| <b>Borrowings</b>                |                              |                       |                       |                       |
| USD                              | 57,34,933                    | -                     | 4,193.57              | -                     |
| <b>Cash and Cash equivalents</b> |                              |                       |                       |                       |
| USD                              | 20,17,532                    | 6,11,532              | 1,529.49              | 448.89                |
| Euro                             | 5,82,654                     | 74,494                | 493.28                | 64.14                 |
| GBP                              | 95,666                       | 35,588                | 95.24                 | 35.93                 |
| <b>Trade Receivables</b>         |                              |                       |                       |                       |
| USD                              | 75,94,443                    | 68,40,427             | 5,757.35              | 5,028.04              |
| Euro                             | 8,33,366                     | 13,18,491             | 705.53                | 1,135.21              |
| GBP                              | 5,47,895                     | 5,05,995              | 545.44                | 510.81                |

#### Foreign Currency Sensitivity Analysis

Sensitivity analysis resulting in profit or loss mainly from USD, EURO & GBP denominated receivables and payables are as follows:

| Particulars                       | For the year ended March 31,2022 |          |          | For the year ended March 31,2021 |            |          |
|-----------------------------------|----------------------------------|----------|----------|----------------------------------|------------|----------|
|                                   | USD                              | EURO     | GBP      | USD                              | EURO       | GBP      |
| <b>Strengthening of INR by 3%</b> |                                  |          |          |                                  |            |          |
| Trade Payables                    | 368.22                           | -        | -        | 355.78                           | -          | -        |
| Borrowings                        | 4,319.38                         | -        | -        | -                                | -          | -        |
| Cash and Cash equivalents         | (1,575.38)                       | (508.07) | (98.09)  | (462.36)                         | (66.06)    | (37.00)  |
| Trade Receivables                 | (5,930.07)                       | (98.09)  | (561.80) | (5,178.88)                       | (1,169.26) | (526.13) |
| <b>Weakening of INR by 3%</b>     |                                  |          |          |                                  |            |          |
| Trade Payables                    | (368.22)                         | -        | -        | (355.78)                         | -          | -        |
| Borrowings                        | (4,319.38)                       | -        | -        | -                                | -          | -        |
| Cash and Cash equivalents         | 1,575.38                         | 508.07   | 98.09    | 462.36                           | 66.06      | 37.00    |
| Trade Receivables                 | 5,930.07                         | 98.09    | 561.80   | 5,178.88                         | 1,169.26   | 526.13   |

#### (c) Other price risk

The Company's equity exposure in Subsidiaries, are carried at cost or deemed cost and these are subject to impairment testing as per the policy followed in this respect.

The company's current investments which are fair valued through profit and loss and are not material. Accordingly, other price risk of the financial instrument to which the company is exposed is not expected to be material.

**NOTE :- 39 Disclosure requirement as per Ind AS 108 ' Operating Segment' :-**

"The company identified geographical locations as secondary segments. The product of the company are sold both in the domestic & export markets,

(₹ in lacs)

| Particulars                   | 2021-22          | 2020-21          |
|-------------------------------|------------------|------------------|
| <b>Revenue from operation</b> |                  |                  |
| Within India                  | 17,657.13        | 16,817.07        |
| Outside India                 | 23,920.42        | 18,483.22        |
| <b>TOTAL</b>                  | <b>41,577.55</b> | <b>35,300.29</b> |
| <b>Non Current Assets</b>     |                  |                  |
| Within India                  | 26,290.80        | 23,339.91        |
| Outside India                 | 1,620.09         | 26.07            |
| <b>TOTAL</b>                  | <b>27,910.89</b> | <b>23,365.98</b> |

**Note:-40 Corporates Social Responsibility (CSR)**

1) CSR Amount required to be spent as per Section 135 of the Companies Act, 2013 read with schedule VII thereof by the Company during the year is Rs. 100.89 Lacs (31 March, 2021: Rs 67.61 Lacs).

2) The amount recognised as an expense in the statement of Profit & Loss on CSR activities is Rs 100.89 Lakhs (31 March, 2021: Rs 68.02 Lakhs)

(₹ in lacs)

| Particulars  | 2021-22       | 2020-21      |
|--|---------------|--------------|
| <b>A. Amount required to be spent</b>                              |               |              |
| Gross Amount required to be spent as per Section 135 of the Act    | 100.89        | 67.61        |
| Add: Amount Unspent from previous years                            | -             | -            |
| <b>Total Gross amount required to be spent during the year</b>     | <b>100.89</b> | <b>67.61</b> |
| <b>B. Amount approved by the Board to be spent during the year</b> | 100.89        | 67.61        |
| <b>C. Amount spent during the year on</b>                          |               |              |
| (I) Construction/acquisition of an asset                           | -             | -            |
| (ii) On purposes other than (I) above                              | 100.89        | 68.02        |

D. The Company does not have any ongoing CSR projects for both the years.

E. No expenditure has been paid to a related party, in relation to CSR Expenditure.

F. There are no short falls at the end of the year

**NOTE 41**
**Capital management**

The primary objective of the Company's capital management is to ensure that it maintains a healthy capital ratio in order to support its business and maximise shareholder value. The Company's objective when managing capital is to safeguard their ability to continue as a going concern so that they can continue to provide returns for shareholders and benefits for other stake holders. The Company is focused on keeping strong total equity base to ensure independence, security, as well as a high financial flexibility for potential future borrowings, if required.

The Debt-Equity ratio is as follows :

(₹ in lacs)

| Particulars              | As at March 31, 2022 | As at March 31, 2021 |
|--------------------------|----------------------|----------------------|
| Total Debt               | 11,717.62            | 7,117.55             |
| Equity                   | 34,568.41            | 29,100.03            |
| <b>Debt Equity Ratio</b> | <b>0.34</b>          | <b>0.24</b>          |

**Note:- 42**

(₹ in lacs)

Basic and Diluted earning per share [EPS] computed in accordance with IND AS 33 "Earning per share"

| Particulars  |     | 2021-22  | 2020-21  |
|--|-----|----------|----------|
| <b>Basic and diluted earnings per share</b>          |     |          |          |
| Profit after tax as (₹ in lakhs)                     | A   | 6,201.76 | 6,113.70 |
| Weighted average number of equity shares outstanding | B   | 136.25   | 136.25   |
| Basic and Diluted EPS (₹)                            | A/B | 45.52    | 44.87    |
| Face value per share (₹)                             |     | 10       | 10       |

**Note:-43**

Information in respect of micro and small enterprises as at 31 March 2022 as required by Micro, Small and Medium Enterprises Development Act, 2006 (₹ in lacs)

| Particulars   | 31-Mar-22 | 31-Mar-21 |
|---|-----------|-----------|
| (a) Amount remaining unpaid to any supplier at the end of each accounting year:   |           |           |
| Principal Amount  | 0.80      | 154.54    |
| Interest  | -         | -         |
| (b) The amount of interest paid by the buyer in terms of section 16 of the MSMED Act, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year.   | -         | -         |
| (c) The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act.   | -         | -         |
| (d) The amount of interest accrued and remaining unpaid at the end of each accounting year.   | -         | -         |
| (e) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the MSMED Act. | -         | -         |

**Note:-44**

**Events occurring after the reporting period**

The Board of Directors have proposed a dividend of Rs. 6/- per share for the financial year 2021-22 (31 March, 2021: Rs 5 per share)

**Note:- 45 Additional regulatory information required by Schedule III vide Notification dated 24 March, 2021  
45.1 Ageing of Trade receivables  
As at 31 March, 2022**

(₹ in lacs)

| Particulars   | Unbilled Dues | Not Due  | Outstanding for following periods from due date of Receipts |                   |           |           |                   |          | Total |
|---|---------------|----------|---|-------------------|-----------|-----------|-------------------|----------|-------|
|   |               |          | Less than 6 months  | 6 months - 1 year | 1-2 years | 2-3 years | More than 3 years |          |       |
| (i) Undisputed Trade receivables – considered good                                  | -             | 8,150.66 | 1,217.06  | 115.67            | 66.87     | -         | -                 | 9,550.27 |       |
| (ii) Undisputed Trade receivables – considered doubtful                             | -             | -        | -   | -                 | 8.55      | 9.28      | 14.74             | 32.57    |       |
| (iii) Undisputed Trade Receivables – which have significant increase in credit risk | -             | -        | -   | -                 | -         | -         | -                 | -        |       |
| (iv) Undisputed Trade Receivables – credit impaired                                 | -             | -        | -   | -                 | -         | -         | -                 | -        |       |
| (v) Disputed Trade Receivables – considered good                                    | -             | -        | -   | -                 | -         | -         | -                 | -        |       |
| (vi) Disputed Trade Receivables – which have significant increase in credit risk    | -             | -        | -   | -                 | -         | -         | -                 | -        |       |
| (vi) Disputed Trade Receivables – credit impaired                                   | -             | 8,150.66 | 1,217.06  | 115.67            | 75.43     | 9.28      | 14.74             | 9,582.84 |       |

(₹ in lacs)

**As at 31 March, 2021**

| Particulars   | Unbilled Dues | Not Due  | Outstanding for following periods from due date of Receipts |                   |           |           |                   |          | Total |
|---|---------------|----------|---|-------------------|-----------|-----------|-------------------|----------|-------|
|   |               |          | Less than 6 months  | 6 months - 1 year | 1-2 years | 2-3 years | More than 3 years |          |       |
| (i) Undisputed Trade receivables – considered good                                  | -             | 7,815.57 | 1,112.45  | 174.87            | 3.11      | -         | -                 | 9,106.01 |       |
| (ii) Undisputed Trade receivables – considered doubtful                             | -             | -        | -   | -                 | 11.24     | 3.08      | 22.59             | 36.91    |       |
| (iii) Undisputed Trade Receivables – which have significant increase in credit risk | -             | -        | -   | -                 | -         | -         | -                 | -        |       |
| (iv) Undisputed Trade Receivables – credit impaired                                 | -             | -        | -   | -                 | -         | -         | -                 | -        |       |
| (v) Disputed Trade Receivables – considered good                                    | -             | -        | -   | -                 | -         | -         | -                 | -        |       |
| (vi) Disputed Trade Receivables – which have significant increase in credit risk    | -             | -        | -   | -                 | -         | -         | -                 | -        |       |
| (vi) Disputed Trade Receivables – credit impaired                                   | -             | 7,815.57 | 1,112.45  | 174.87            | 14.35     | 3.08      | 22.59             | 9,142.92 |       |

45.2 Ageing of Trade payables  
As at 31 March, 2022

| Particulars                 | Unbilled Dues | Payables Not Due | Outstanding for following periods from due date of Payment |           |           |                   | Total           |
|-----------------------------|---------------|------------------|--|-----------|-----------|-------------------|-----------------|
|                             |               |                  | Less than 1 year   | 1-2 years | 2-3 years | More than 3 years |                 |
| (I) MSME                    | -             | -                | 0.80   | -         | -         | -                 | 0.80            |
| (ii) Disputed dues – MSME   | -             | -                | -  | -         | -         | -                 | -               |
| (iii) Others                | -             | 1,578.91         | 948.23   | -         | -         | -                 | 2,527.15        |
| (iv) Disputed dues - Others | -             | -                | -  | -         | -         | -                 | -               |
| <b>Total</b>                | -             | <b>1,578.91</b>  | <b>949.03</b>  | -         | -         | -                 | <b>2,527.95</b> |

As at 31 March, 2021

| Particulars                 | Unbilled Dues | Payables Not Due | Outstanding for following periods from due date of Payment |             |             |                   | Total           |
|-----------------------------|---------------|------------------|--|-------------|-------------|-------------------|-----------------|
|                             |               |                  | Less than 1 year   | 1-2 years   | 2-3 years   | More than 3 years |                 |
| (I) MSME                    | -             | -                | 154.54   | -           | -           | -                 | 154.54          |
| (ii) Disputed dues – MSME   | -             | -                | -  | -           | -           | -                 | -               |
| (iii) Others                | -             | 1,899.01         | 730.05   | 2.66        | 0.12        | -                 | 2,631.84        |
| (iv) Disputed dues - Others | -             | -                | -  | -           | -           | -                 | -               |
| <b>Total</b>                | -             | <b>1,899.01</b>  | <b>884.59</b>  | <b>2.66</b> | <b>0.12</b> | -                 | <b>2,786.37</b> |

**45.3 Ageing of Capital-Work-in Progress (CWIP)**
**As at 31 March, 2022**

(₹ in lacs)

| CWIP                           | Amount in CWIP for a period of |           |           |                   | Total |
|--------------------------------|--------------------------------|-----------|-----------|-------------------|-------|
|                                | Less than 1 year               | 1-2 years | 2-3 years | More than 3 years |       |
| Projects in progress           | -                              | -         | -         | -                 | -     |
| Projects temporarily suspended | -                              | -         | -         | -                 | -     |

**As at 31 March, 2021**

(₹ in lacs)

| CWIP                           | Amount in CWIP for a period of |           |           |                   | Total |
|--------------------------------|--------------------------------|-----------|-----------|-------------------|-------|
|                                | Less than 1 year               | 1-2 years | 2-3 years | More than 3 years |       |
| Projects in progress           | 33.89                          | -         | -         | -                 | 33.89 |
| Projects temporarily suspended | -                              | -         | -         | -                 | -     |

There are no items in CWIP whose completion is overdue or has exceeded its cost compared to its original plan.

**Note 45.4 :- Ratio 's**

| Description                     | Formula   | Ratio         |                                      | Numerator |           | Denominator |           | Variation | Reason (If variation is more than 25%)  |
|---------------------------------|---|---------------|--------------------------------------|-----------|-----------|-------------|-----------|-----------|---|
|                                 |   | 2021-22       | 2020-21                              | 2021-22   | 2020-21   | 2021-22     | 2020-21   |           |   |
|                                 |   | Current Ratio | Current Assets / Current Liabilities | 2.48      | 2.51      | 25,111.68   | 19,430.50 |           |   |
| Debt-Equity Ratio               | Total debt / Shareholder's Equity   | 0.34          | 0.24                                 | 11,717.62 | 7,117.55  | 34,568.41   | 29,100.03 | 39%       | Variance attributable to foreign currency term loan availed in current year for expansion of Property, plant and Equipment. |
| Debt Service Coverage Ratio     | Earnings available for debt service / debt service  | 2.96          | 5.09                                 | 8,673.55  | 8,699.72  | 2,929.95    | 1,710.14  | -42%      | Variance attributable to foreign currency term loan availed in current year for expansion of Property, plant and Equipment. |
| Return on Equity Ratio          | Net profit after taxes / Average Shareholder Equity   | 0.19          | 0.23                                 | 6,201.76  | 6,113.70  | 31,834.22   | 26,203.95 | -17%      |   |
| Inventory Turnover Ratio        | Sales / Average Inventories   | 4.56          | 5.30                                 | 41,684.92 | 35,394.17 | 9,137.90    | 6,678.21  | -14%      |   |
| Trade Receivable Turnover ratio | Net Credit Sales / Average Accounts Receivable  | 4.47          | 4.07                                 | 41,684.92 | 35,394.17 | 9,328.14    | 8,695.84  | 10%       |   |
| Trade Payable Turnover Ratio    | Net Credit Purchase / Average Trade payables  | 7.49          | 6.58                                 | 19,892.15 | 15,940.38 | 2,657.16    | 2,421.78  | 14%       |   |
| Net Capital Turnover Ratio      | Net Sales / Working capital   | 2.78          | 3.03                                 | 41,684.92 | 35,394.17 | 15,003.03   | 11,698.51 | -8%       |   |
| Net Profit Ratio                | Net profit / Net Sales  | 0.15          | 0.17                                 | 6,201.76  | 6,113.70  | 41,684.92   | 35,394.17 | -14%      |   |
| Return on Capital Employed      | Earning before interest and taxes / Capital Employed  | 0.22          | 0.27                                 | 9,112.81  | 9,032.46  | 41,846.01   | 33,972.87 | -18%      |   |
| Return on Investment            | Fair valuation of mutual funds and gain/(loss) on sale of mutual funds/ Average Investment in mutual fund | 0.03          | 0.04                                 | 14.52     | 20.98     | 443.46      | 544.57    | -15%      |   |
|                                 | Interest income/ Average investment in Fixed deposits   | 0.06          | 0.05                                 | 36.70     | 34.52     | 621.58      | 653.39    | 12%       |   |

**Note 45.5 Details of benami property held**

No proceedings have been initiated on or are pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and Rules made thereunder.

**Note 45.6 Borrowing secured against current assets**

The Company has borrowings from banks and financial institutions on the basis of security of current assets. The quarterly returns or statements of current assets filed by the Company with banks and financial institutions are in agreement with the books of accounts.

**Note 45.7 Wilful defaulter**

The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.

**Note 45.8 Relationship with struck off companies**

The Company has no transactions with the companies struck off under Companies Act, 2013 or Companies Act, 1956.

**Note 45.9 Compliance with number of layers of companies**

The Company has complied with the number of layers prescribed under the Companies Act, 2013.

**Note 45.10 Compliance with approved schemes of arrangements**

The Company has not entered into any scheme of arrangement which has an accounting impact on current or previous financial year.

**Note 45.11 Utilisation of borrowed funds and share premium**

The Company has not advanced or loaned or invested funds to any other persons or entities, including foreign entities (Intermediaries) with the understanding that the Intermediary shall:

- (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or
  - (b) provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries
- The Company has not received any fund from any persons or entities, including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
- (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
  - (b) provide any guarantee, security or the like on behalf of the ultimate beneficiaries

**Note 45.12 Undisclosed income**

There is no income surrendered or disclosed as income during the current or previous year in the tax assessments under the Income Tax Act, 1961, that has not been recorded in the books of account.

**Note 45.13 Details of crypto currency or virtual currency**

The Company has not traded or invested in crypto currency or virtual currency during the current or previous year.

**Note 45.14 Valuation of PP&E and intangible asset**

The Company has not revalued its property, plant and equipment (including right-of-use assets) or intangible assets or both during the current or previous year.

**Note 45.15 Title deeds of Immovable Properties**

Title deeds of all immovable properties are held in the name of the Company.

**Note 45.16 Borrowings from Banks and financial institutions**

The Company has used the borrowings from banks and financial institutions for the specific purpose for which it was taken.

**Note 45.17 Registration of charges / satisfaction with Registrar of Companies (ROC)**

Charges / Satisfaction has been duly registered with ROC within the statutory period

**Note 45.18: Shareholding of Promoters**

(₹ in lacs)

| Promoter name         | Shares held by Promoters at the 31.03.2022 |                   | % change during the Year | Shares held by Promoters at the 31.03.2021 |                   | % change during the Year |
|-----------------------|--|-------------------|--------------------------|--|-------------------|--------------------------|
|                       | No. of Shares                              | % of total Shares |                          | No. of Shares                              | % of total Shares |                          |
| Mr. Sonopal Sethi     | 15,20,200                                  | 11.16%            | 0.09%                    | 15,18,800                                  | 11.15%            | 0.04%                    |
| Mr. Rishipal Sethi    | 11,75,712                                  | 8.63%             | 0.03%                    | 11,75,312                                  | 8.63%             | 0.04%                    |
| Mr. Amarpal Sethi     | 10,33,029                                  | 7.58%             | 0.00%                    | 10,33,029                                  | 7.58%             | 0.00%                    |
| Mr. Karanpal Sethi    | 9,70,805                                   | 7.13%             | 0.00%                    | 9,70,805                                   | 7.13%             | 0.00%                    |
| Mrs. Nirmal Sethi     | 9,65,600                                   | 7.09%             | 0.11%                    | 9,64,500                                   | 7.08%             | 0.01%                    |
| Mr. Sukhpal S Sethi   | 8,65,172                                   | 6.35%             | 0.11%                    | 8,64,195                                   | 6.34%             | 0.02%                    |
| Mrs. Inderjeet Sethi  | 8,59,327                                   | 6.31%             | 0.03%                    | 8,59,077                                   | 6.31%             | 0.01%                    |
| Mrs. Davinder Sethi   | 6,78,972                                   | 4.98%             | 0.15%                    | 6,77,974                                   | 4.98%             | 0.03%                    |
| Mrs. Kamalpreet Sethi | 2,27,400                                   | 1.67%             | 0.18%                    | 2,26,999                                   | 1.67%             | 0.03%                    |
| Mrs. Saba Sethi       | 93,800                                     | 0.69%             | 0.00%                    | 93,800                                     | 0.69%             | 0.00%                    |
| Mr. Amit Sethi        | 27,800                                     | 0.20%             | 9.52%                    | 25,383                                     | 0.19%             | 0.03%                    |
| Mrs. Roshni Sethi     | 439  | 0.00%             | 0.00%                    | 439  | 0.00%             | 0.00%                    |
| <b>Total</b>          | <b>84,18,256</b>                           | <b>61.78%</b>     | <b>0.09%</b>             | <b>84,10,313</b>                           | <b>61.73%</b>     | <b>0.19%</b>             |

**Note 46**

"Till previous year, the Company presented sales related discounts under other expenses instead of adjusting the same against the revenue from operations. In the current year, the Company has restated in accordance with Ind AS 8 - "Accounting policies, Changes in accounting estimates and Errors", restating its numbers for the preceding year ended on 31 March 2021 in this regard. The information below summarises the impact of the restatement:

Revenue from Operations as reported for the year ended 31 March 2021 with Rs. 37,323.34 lakhs; restated amount being Rs. 35,394.17 lakhs. Other expenses as reported for the year ended 31 March 2021 with Rs. 6,092.91 lakhs; restated amount being Rs. 4,158.58 lakhs.

Other line items of Balance Sheet and Statement of Profit and Loss that were not affected by the restatement have not been disclosed. Furthermore, there is no impact on the profit and retained earnings of the Company for the said year. Accordingly, opening balance sheet has not been presented."

The accompanying notes 1 to 46 are an integral part of these standalone financial statements

As per our report of even date  
**FOR B. L. AJMERA & COMPANY**  
 CHARTERED ACCOUNTANTS  
 Firm Registration No: 001100C

**RAJENDRA SINGH ZALA**  
 PARTNER  
 MEMBERSHIP NO: 017184

PLACE: JAIPUR  
 DATE : MAY 13, 2022

**FOR M S K A & ASSOCIATES**  
 CHARTERED ACCOUNTANTS  
 Firm Registration No : 105047W

**AMRISH VAIDYA**  
 PARTNER  
 MEMBERSHIP NO: 101739

PLACE: MUMBAI  
 DATE : MAY 13, 2022

For and on behalf of the Board of Directors

**AMARPAL SETHI**  
 CHAIRMAN & MANAGING DIRECTOR  
 DIN: 00129462

**RISHIPAL SETHI**  
 JOINT MANAGING DIRECTOR  
 DIN: 00129304

**MOHD ADIL ANSARI**  
 DIRECTOR  
 DIN: 06913509

PLACE: MUMBAI  
 DATE : MAY 13, 2022

**SONEPAL SETHI**  
 JOINT MANAGING DIRECTOR  
 DIN: 00129276

**KARANPAL SETHI**  
 CHIEF FINANCIAL OFFICER  
 DIN: 01711384

**SHYBU VARGHESE**  
 COMPANY SECRETARY

## **INDEPENDENT AUDITOR'S REPORT**

### **To the Members of PIX Transmissions Limited Report on the Audit of the Consolidated Financial Statements**

#### **Opinion**

We have audited the accompanying consolidated financial statements of PIX Transmissions Limited (hereinafter referred to as the "Holding Company") and its subsidiaries (Holding Company and its subsidiaries together referred to as "the Group") which comprise the Consolidated Balance Sheet as at March 31, 2022, and the Consolidated Statement of Profit and Loss, the Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flows for the year then ended, and notes to the Consolidated Financial Statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, and based on consideration of reports of other auditor on separate financial statements and on the other financial information of subsidiaries, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2015 as amended and other accounting principles generally accepted in India, of their consolidated state of affairs of the Group as at March 31, 2022, of consolidated profit, consolidated changes in equity and its consolidated cash flows for the year then ended.

#### **Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in India in terms of the Code of Ethics issued by Institute of Chartered Accountant of India ("ICAI"), and the relevant provisions of the Act and we have fulfilled our other ethical responsibilities in accordance with these requirements. 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 46 to the consolidated financial statements which states that the Group has restated amounts with respect to revenue from operations and other expenses for the year ended March 31, 2021 in accordance with the provisions of Ind AS 8 "Accounting Policies, Changes in Accounting Estimates and Errors".

Our opinion is not modified in respect of this matter.

#### **Key Audit Matters**

We have determined that there are no key audit matters to communicate in our report.

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

The Holding Company's Board of Directors is responsible for the other information. The other information comprises the Annual report but does not include the consolidated financial statements and our auditor's report thereon.

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

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

misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements**

The Holding Company's Board of Directors is responsible for the preparation and presentation of these consolidated financial statements in term of the requirements of the Act that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

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

The respective Board of Directors of the companies included in the Group are responsible for overseeing the financial reporting process of the Group.

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

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

We give in "Annexure A" a detailed description of Auditor's responsibilities for Audit of the Consolidated Financial Statements.

### **Other Matters**

a. We did not audit the financial statements of two subsidiaries whose consolidated financial statements reflect total assets of Rs. 1,102.99 lakhs as at March 31, 2022, total revenues of Rs. 1,368.50 lakhs and net cash outflows amounting to Rs. 7.58 lakhs for the year ended on that date, as considered in the consolidated financial statements. These consolidated financial statements of the subsidiaries have been audited by other auditor whose report has been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, and our report in terms of sub-section (3) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries, is based solely on the report of the other auditor.

These subsidiaries are located outside India whose consolidated financial statements and other financial information have been prepared in accordance with accounting principles generally accepted in their respective countries and which have been audited by other auditor under generally accepted auditing

standards applicable in their respective countries. The Holding Company's management has converted the consolidated financial statements of such subsidiaries located outside India from accounting principles generally accepted in their respective countries to accounting principles generally accepted in India. We have audited these conversion adjustments made by the Holding Company's management. Our opinion in so far as it relates to the balances and affairs of such subsidiaries located outside India is based on the report of other auditor and the conversion adjustments prepared by the management of the Holding Company and audited by us.

b. We did not audit the consolidated financial statements of two subsidiaries located outside India, whose consolidated financial statements reflect total assets of Rs. 3,476.02 lakhs as at March 31, 2022, total revenues of Rs. 8,216.54 lakhs and net cash inflows amounting to Rs. 95.61 lakhs for the year ended on that date, as considered in the consolidated financial statements. These consolidated financial statements of the subsidiaries are unaudited and have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and our report in terms of sub-section (3) of Section 143 of the Act in so far as it relates to the aforesaid subsidiaries is based solely on such unaudited consolidated financial statements. In our opinion and according to the information and explanations given to us by the Management, these consolidated financial statements are not material to the Group.

Our opinion on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditor and the financial statements certified by the Management.

c. The consolidated financial statements of the Holding Company for the year ended March 31, 2021, were audited by one of the joint auditor B. L. Ajmera & Co Chartered Accountants, the statutory auditor of the Holding Company whose report dated June 25, 2021 expressed an unmodified opinion on those consolidated financial statements. Our opinion is not modified in respect of this matter.

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

1. As required by Section 143(3) of the Act, we report, to the extent applicable, that:

a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.

b. In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditor.

c. The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, the Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.

d. In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014.

e. On the basis of the written representations received from the directors of the Holding Company as on March 31, 2022 taken on record by the Board of Directors of the Holding Company, none of the directors of the Holding Company, incorporated in India are disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.

f. With respect to the adequacy of internal financial controls over financial reporting of the Group 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 Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

- i. There were no pending litigations which would impact the consolidated financial position of the Group.
- ii. The Group did not have any material foreseeable losses on long-term contracts including derivative contracts.
- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Holding Company, incorporated in India.

iv. (1) The Management of the Holding Company, incorporated in India whose financial statements have been audited under the Act have represented to us, to the best of their knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Holding Company to or in any other person or entity, including foreign entities with the understanding, whether recorded in writing or otherwise, as on the date of this audit report, that such parties shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Holding Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(2) The Management of the Holding Company, incorporated in India whose financial statements have been audited under the Act have represented to us that, to the best of their knowledge and belief, no funds have been received by the Holding Company from any person or entity, including foreign entities with the understanding, whether recorded in writing or otherwise, as on the date of this audit report, that the Holding Company shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(3) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances performed by us whose financial statements have been audited under the Act, and according to the information and explanations provided to us by the Management of the Holding company in this regard nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e) as provided under (1) and (2) above, contain any material misstatement.

v. On the basis of our verification of the Holding Company, we report that:

i) the final dividend paid by the Holding Company during the year in respect of the same declared for the previous year is in accordance with section 123 of the Companies Act 2013 to the extent it applies to payment of dividend.

ii) The Board of Directors of the Holding Company have proposed final dividend for the year which is subject to the approval of members at the ensuing Annual General Meeting. The dividend declared is in accordance with section 123 of the Act to the extent it applies to declaration of dividend. (Refer Note 34 to the consolidated financial statements)

2. As required by the Companies (Amendment) Act, 2017, in our opinion, according to information, explanations given to us, the remuneration paid by the Holding Company, incorporated in India to its directors is within the limits laid prescribed under Section 197 of the Act and the rules thereunder.

3. According to the information and explanations given to us and based on the CARO report issued by us for the Holding Company included in the consolidated financial statements to which reporting under CARO is applicable, we report that there are no Qualifications/adverse remarks

**For B. L. Ajmera & Co.**  
**Chartered Accountants**  
**ICAI Firm Registration No. 001100C**

**Rajendra Singh Zala**  
**Partner**  
**Membership No.: 017184**

**UDIN: 22017184AIYHLC6673**

**Place: Jaipur**  
**Date: May 13, 2022**

**For M S K A & Associates**  
**Chartered Accountants**  
**ICAI Firm Registration No.105047W**

**Amrish Vaidya**  
**Partner**  
**Membership No.: 101739**

**UDIN: 22101739AIYGWB6802**

**Place: Mumbai**  
**Date: May 13, 2022**

### **ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT ON EVEN DATE ON THE CONSOLIDATED FINANCIAL STATEMENTS OF PIX TRANSMISSIONS LIMITED**

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

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

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

included in the consolidated financial statements of which we are the independent auditors. For the other entities included in the consolidated financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial statements of which we are the independent auditors 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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements for the year ended March 31, 2022 and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

**For B. L. Ajmera & Co.**  
**Chartered Accountants**  
**ICAI Firm Registration No. 001100C**

**Rajendra Singh Zala**  
**Partner**  
**Membership No.: 017184**

**UDIN: 22017184AIYHLC6673**

**Place: Jaipur**  
**Date: May 13, 2022**

**For M S K A & Associates**  
**Chartered Accountants**  
**ICAI Firm Registration No.105047W**

**Amrish Vaidya**  
**Partner**  
**Membership No.: 101739**

**UDIN: 22101739AIYGWB6802**

**Place: Mumbai**  
**Date: May 13, 2022**

**ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE CONSOLIDATED FINANCIAL STATEMENTS OF PIX TRANSMISSIONS LIMITED**

[Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditors' Report of even date to the Members of PIX Transmissions Limited on the consolidated Financial Statements for the year ended March 31, 2022]

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

**Opinion**

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended March 31, 2022, we have audited the internal financial controls with reference to consolidated financial statements of PIX Transmissions Limited (hereinafter referred to as "the Holding Company"). Reporting under clause (i) of sub section 3 of Section 143 of the Act in respect of the adequacy of the internal financial controls with reference to financial statements is not applicable to its subsidiaries as they are incorporated outside India.

In our opinion, and to the best of our information and according to the explanations given to us, the Holding Company, which is a company incorporated in India, has, in all material respects, an adequate internal financial controls with reference to consolidated financial statements and such internal financial controls with reference to consolidated financial statements were operating effectively as at March 31, 2022, based on the internal control with reference to consolidated financial statements criteria established by the Holding 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 ("the ICAI").

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

The Board of Directors of the Holding Company, a company incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control with reference to consolidated financial statements criteria established by the Holding Company considering the essential components of internal control stated in the Guidance Note. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the Holding 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 Act.

**Auditor's Responsibility**

Our responsibility is to express an opinion on the internal financial controls with reference to consolidated financial statements of the Holding company, which is a company incorporated in India, 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") issued by the ICAI and the Standards on Auditing prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. 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 with reference to consolidated financial statements 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 with reference to consolidated financial statements and their operating effectiveness. Our audit of internal financial controls with reference to consolidated financial statements included obtaining an understanding of internal financial controls with reference to consolidated financial statements, 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 consolidated financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained in terms of our report, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls with reference to consolidated financial statements of the Holding Company, which is a company incorporated in India.

**Meaning of Internal Financial Controls With Reference to Consolidated Financial Statements**

A company's internal financial control with reference to consolidated financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of consolidated financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control with reference to consolidated financial statements 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 consolidated 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 consolidated financial statements.

**Inherent Limitations of Internal Financial Controls With Reference to Consolidated Financial Statements**

Because of the inherent limitations of internal financial controls with reference to consolidated financial statements, 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 with reference to consolidated financial statements to future periods are subject to the risk that the internal financial control with reference to consolidated financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

**For B. L. Ajmera & Co.**  
Chartered Accountants  
ICAI Firm Registration No. 001100C

**Rajendra Singh Zala**  
Partner  
Membership No.: 017184

UDIN: 22017184AIYHLC6673

Place: Jaipur  
Date: May 13, 2022

**For M S K A & Associates**  
Chartered Accountants  
ICAI Firm Registration No.105047W

**Amrish Vaidya**  
Partner  
Membership No.: 101739

UDIN: 22101739AIYGWB6802

Place: Mumbai  
Date: May 13, 2022

**PIX TRANSMISSIONS LIMITED**  
**CONSOLIDATED BALANCE SHEET AS AT 31 MARCH, 2022**

(All amounts in ₹ in lacs unless otherwise stated)

| Particulars  | Note | As at 31st March, 2022 | As at 31st March, 2021 |
|--|------|------------------------|------------------------|
| <b>ASSETS</b>  |      |                        |                        |
| <b>NON CURRENT ASSETS</b>  |      |                        |                        |
| (a) Property, Plant & Equipment  | 3(a) | 25,657.89              | 22,192.53              |
| (b) Capital Work in Progress   | 3(b) | -                      | 33.89                  |
| (c) Right -of -use -Asset  | 3(c) | 182.56                 | 365.12                 |
| (d) Other intangible assets  | 3(d) | 30.44                  | 21.81                  |
| (e) Financial Assets   |      |                        |                        |
| (i) Loans  | 4    | -                      | 400.00                 |
| (ii) Other Financial Assets  | 5    | 286.24                 | 248.20                 |
| (f) Other Non Current assets   | 6    | 1,817.05               | 149.44                 |
| <b>TOTAL NON CURRENT ASSETS</b>  |      | <b>27,974.18</b>       | <b>23,411.00</b>       |
| <b>CURRENT ASSETS</b>  |      |                        |                        |
| (a) Inventories  | 7    | 12,481.74              | 9,670.08               |
| (b) Financial Assets   |      |                        |                        |
| (i) Current Investments  | 8    | 450.72                 | 436.20                 |
| (ii) Trade Receivables   | 9    | 9,544.96               | 8,153.61               |
| (iii) Cash & Cash equivalents  | 10   | 2,440.34               | 1,007.78               |
| (iv) Bank Balances other than (iii) above  | 11   | 762.28                 | 475.35                 |
| (v) Loans  | 12   | 30.70                  | 38.80                  |
| (vi) Other Financial Assets  | 13   | 19.29                  | 15.91                  |
| (c) Other Current Assets   | 14   | 1,754.44               | 771.06                 |
| <b>TOTAL CURRENT ASSETS</b>  |      | <b>27,484.47</b>       | <b>20,568.79</b>       |
| <b>TOTAL ASSETS</b>  |      | <b>55,458.66</b>       | <b>43,979.78</b>       |
| <b>EQUITY AND LIABILITIES</b>  |      |                        |                        |
| (a) Equity Share Capital   | 15   | 1,362.41               | 1,362.41               |
| (b) Other Equity   | 16   | 35,118.28              | 28,594.89              |
| <b>TOTAL EQUITY</b>  |      | <b>36,480.69</b>       | <b>29,957.30</b>       |
| <b>LIABILITIES</b>   |      |                        |                        |
| <b>NON-CURRENT LIABILITIES</b>   |      |                        |                        |
| (a) Financial liabilities  |      |                        |                        |
| (i) Borrowings   | 17   | 6,134.23               | 3,783.51               |
| (ia) Lease Liabilities   |      | -                      | 80.66                  |
| (b) Provisions   | 18   | 1,143.22               | 1,094.91               |
| (c) Deferred Tax Liabilities (net)   | 19   | 1,173.81               | 1,111.14               |
| <b>TOTAL NON CURRENT LIABILITIES</b>   |      | <b>8,451.26</b>        | <b>6,070.22</b>        |
| <b>CURRENT LIABILITIES</b>   |      |                        |                        |
| (a) Financial liabilities  |      |                        |                        |
| (i) Borrowings   | 20   | 5,583.39               | 3,334.03               |
| (ia) Lease liabilities   |      | 80.66                  | 181.71                 |
| (ii) Trade Payables  | 21   |                        |                        |
| - Total outstanding dues of micro enterprises and small enterprises                    |      | 0.80                   | 154.54                 |
| - Total outstanding dues of creditors other than micro enterprise and small enterprise |      | 2,727.79               | 2,843.09               |
| (iii) Other Financial liabilities  | 22   | 1,327.35               | 1,165.05               |
| (b) Other Current Liabilities  | 23   | 508.74                 | 177.61                 |
| (c) Provisions   | 24   | 128.91                 | 96.22                  |
| (d) Current tax liabilities  |      | 169.06                 | -                      |
| <b>TOTAL CURRENT LIABILITIES</b>   |      | <b>10,526.70</b>       | <b>7,952.25</b>        |
| <b>TOTAL EQUITY &amp; LIABILITIES</b>  |      | <b>55,458.66</b>       | <b>43,979.78</b>       |
| <b>SIGNIFICANT ACCOUNTING POLICIES</b>   | 2    |                        |                        |

The accompanying notes 1 to 46 are an integral part of these consolidated financial statements

As per our report of even date  
**FOR B. L. AJMERA & COMPANY**  
CHARTERED ACCOUNTANTS  
Firm Registration No: 001100C

For and on behalf of the Board of Director

**RAJENDRA SINGH ZALA**  
PARTNER  
MEMBERSHIP NO: 017184

**AMARPAL SETHI**  
CHAIRMAN & MANAGING DIRECTOR  
DIN: 00129462

**SONEPAL SETHI**  
JOINT MANAGING DIRECTOR  
DIN: 00129276

PLACE: JAIPUR  
DATE : MAY 13, 2022

**RISHIPAL SETHI**  
JOINT MANAGING DIRECTOR  
DIN: 00129304

**KARANPAL SETHI**  
CHIEF FINANCIAL OFFICER  
DIN: 01711384

**FOR M S K A & ASSOCIATES**  
CHARTERED ACCOUNTANTS  
Firm Registration No : 105047W

**MOHD ADIL ANSARI**  
DIRECTOR  
DIN: 06913509

**SHYBU VARGHESE**  
COMPANY SECRETARY

**AMRISH VAIDYA**  
PARTNER  
MEMBERSHIP NO: 101739

PLACE: MUMBAI  
DATE : MAY 13, 2022

PLACE: MUMBAI  
DATE : MAY 13, 2022

**PIX TRANSMISSIONS LIMITED**  
**CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31 MARCH, 2022**  
 (All amounts in ₹ in lacs unless otherwise stated)

| Particulars   | Note | As at 31st<br>March, 2022 | As at 31st<br>March, 2021* |
|---|------|---------------------------|----------------------------|
| Revenue from operations   | 25   | 44,926.47                 | 38,026.62                  |
| Other income  | 26   | 816.91                    | 499.30                     |
| <b>Total income</b>   |      | <b>45,743.38</b>          | <b>38,525.92</b>           |
| Cost of Materials Consumed  | 27   | 17,409.95                 | 14,536.48                  |
| Purchase of stock in trade  |      | 1,188.35                  | 906.83                     |
| Changes in inventories of finished goods,<br>work-in progress and stock - in- trade | 28   | (318.51)                  | (961.56)                   |
| Employee benefits expense   | 29   | 8,618.48                  | 7,492.83                   |
| Finance costs   | 30   | 701.41                    | 840.04                     |
| Depreciation and amortization expenses  | 31   | 2,074.79                  | 1,996.92                   |
| Other expenses  | 32   | 6,610.85                  | 4,980.28                   |
| <b>Total expenses</b>   |      | <b>36,285.32</b>          | <b>29,791.82</b>           |
| <b>Profit before tax</b>  |      | <b>9,458.05</b>           | <b>8,734.10</b>            |
| <b>Tax expenses</b>   |      |                           |                            |
| a) Current Tax  |      | 2,493.51                  | 2,192.36                   |
| b) Deferred Tax   |      | 80.20                     | 52.10                      |
|   |      | <b>2,573.71</b>           | <b>2,244.46</b>            |
| <b>Profit for the year</b>  |      | <b>6,884.34</b>           | <b>6,489.64</b>            |
| <b>Other comprehensive income</b>   |      |                           |                            |
| (A) (i) Items that will not be reclassified to profit<br>or loss                    |      |                           |                            |
| - Remeasurement of the defined benefit plans  |      | (69.64)                   | (65.52)                    |
| (ii) Tax on above   |      | 17.53                     | 16.49                      |
| (B) (i) Items that will be reclassified to profit or loss                           |      |                           |                            |
| - Foreign Currency translation reserve  |      | 372.42                    | 161.31                     |
| (ii) Tax on above   |      | -                         | -                          |
| <b>Other comprehensive income for the year, net<br/>of tax</b>                      |      | <b>320.31</b>             | <b>112.28</b>              |
| <b>Total comprehensive income for the year</b>                                      |      | <b>7,204.64</b>           | <b>6,601.92</b>            |
| Earning per share of par value of Rs. 10 each<br>Basic & Diluted (in Rs.)           |      | 50.53                     | 47.63                      |
| Significant Accounting Policies   | 2    |                           | 47.63                      |

\* Restated - Refer Note 46

The accompanying notes 1 to 46 are an integral part of these consolidated financial statements

As per our report of even date  
**FOR B. L. AJMERA & COMPANY**  
 CHARTERED ACCOUNTANTS  
 Firm Registration No: 001100C

For and on behalf of the Board of Directors

**RAJENDRA SINGH ZALA**  
 PARTNER  
 MEMBERSHIP NO: 017184

**AMARPAL SETHI**  
 CHAIRMAN & MANAGING DIRECTOR  
 DIN: 00129462

**SONEPAL SETHI**  
 JOINT MANAGING DIRECTOR  
 DIN: 00129276

PLACE: JAIPUR  
 DATE : MAY 13, 2022

**RISHIPAL SETHI**  
 JOINT MANAGING DIRECTOR  
 DIN: 00129304

**KARANPAL SETHI**  
 CHIEF FINANCIAL OFFICER  
 DIN: 01711384

**FOR M S K A & ASSOCIATES**  
 CHARTERED ACCOUNTANTS  
 Firm Registration No : 105047W

**MOHD ADIL ANSARI**  
 DIRECTOR  
 DIN: 06913509

**SHYBU VARGHESE**  
 COMPANY SECRETARY

**AMRISH VAIDYA**  
 PARTNER  
 MEMBERSHIP NO: 101739

PLACE: MUMBAI  
 DATE : MAY 13, 2022

PLACE: MUMBAI  
 DATE : MAY 13, 2022

**PIX TRANSMISSIONS LIMITED**  
**CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH, 2022**

(All amounts in ₹ in lacs unless otherwise stated)

| Particulars   | YEAR ENDED<br>31.03.2022 |                                 | YEAR ENDED<br>31.03.2021 |                                 |
|---|--------------------------|---------------------------------|--------------------------|---------------------------------|
| <b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>   |                          |                                 |                          |                                 |
| <b>Profit before income tax</b>   | 9,458.05                 |                                 | 8,734.10                 |                                 |
| <b>Adjustments for:</b>   |                          |                                 |                          |                                 |
| Depreciation and amortisation expense   | 2,074.79                 |                                 | 1,996.92                 |                                 |
| (Gain) / Loss on disposal of property, plant and equipment  | (0.25)                   |                                 | 118.54                   |                                 |
| Gain on Fair Valuation of Investments   | (14.52)                  |                                 | (20.98)                  |                                 |
| Fair value adjustment to derivatives not designated as hedges                                       | (150.12)                 |                                 | -                        |                                 |
| Interest Income classified as investing cash flows  | (139.14)                 |                                 | (182.71)                 |                                 |
| Finance costs   | 701.41                   |                                 | 840.04                   |                                 |
| Reversal for doubtful debts   | (4.34)                   |                                 | (2.38)                   |                                 |
| Foreign Exchange Translation Difference   | 372.42                   |                                 | 161.31                   |                                 |
| <b>Operating Profit Before Working Capital Changes</b>  |                          | <b>10,849.75</b>                |                          | <b>11,644.84</b>                |
| <b>Changes in Working Capital:</b>  |                          |                                 |                          |                                 |
| <b>Adjustments For (Increase) / Decrease In Operating Assets:</b>                                   |                          |                                 |                          |                                 |
| Inventories   | (2,811.66)               |                                 | (2,370.04)               |                                 |
| Trade Receivables   | (1,389.79)               |                                 | (1,395.78)               |                                 |
| Loans   | 408.10                   |                                 | 11.78                    |                                 |
| Other Financial Assets  | (31.09)                  |                                 | (5.88)                   |                                 |
| Other Non-Financial Assets  | (1,008.05)               |                                 | (204.72)                 |                                 |
| <b>Adjustments For Increase / (Decrease) In Operating Liabilities:</b>                              |                          |                                 |                          |                                 |
| Trade Payables  | (269.03)                 |                                 | 475.45                   |                                 |
| Other Financial Liabilities   | 156.17                   |                                 | 83.43                    |                                 |
| Other Non-Financial Liabilities   | 331.13                   |                                 | (176.46)                 |                                 |
| Provisions  | 81.00                    | <b>(4,533.22)</b>               | 50.53                    | <b>(3,531.69)</b>               |
| <b>Cash Generated from Operations</b>   |                          | <b>7,765.08</b>                 |                          | <b>8,113.15</b>                 |
| Income taxes paid   |                          | (2,299.79)                      |                          | (2,302.00)                      |
| <b>Net cash generated by operating activities Total (A)</b>   |                          | <b>5,465.29</b>                 |                          | <b>5,811.13</b>                 |
| <b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>   |                          |                                 |                          |                                 |
| Purchase Of Property, Plant And Equipment (Including Capital Advances And Capital Work-In-Progress) | (7,085.39)               |                                 | (2,511.76)               |                                 |
| Purchase Of Intangible Assets   | (24.75)                  |                                 | (5.77)                   |                                 |
| Proceeds From Disposal Of Property, Plant And Equipment   | 43.59                    |                                 | 275.25                   |                                 |
| (Investment In)/Proceeds From Fixed Deposits & other balances                                       | (286.93)                 |                                 | 197.78                   |                                 |
| (Purchase) / Proceeds From Sale Of Investments  | (0.00)                   |                                 | 237.72                   |                                 |
| Interest Received   | 128.81                   | <b>(7,224.67)</b>               | 182.71                   |                                 |
| <b>Net cash used in investing activities Total (B)</b>  |                          | <b>(7,224.67)</b>               |                          | <b>(1,624.03)</b>               |
| <b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>   |                          |                                 |                          |                                 |
| Proceeds / (Repayment) Of Loans During The Year   | 4,750.19                 |                                 | (3,055.16)               |                                 |
| Interest Paid   | (685.17)                 |                                 | (834.88)                 |                                 |
| Payment Of Lease Liability  | (197.95)                 |                                 | (175.73)                 |                                 |
| Dividend Paid   | (675.13)                 | <b>3,191.94</b>                 | (274.44)                 | <b>(4,340.21)</b>               |
| <b>Net cash generated / (used in) financing activities Total (C)</b>                                |                          | <b>3,191.94</b>                 |                          | <b>(4,340.21)</b>               |
| <b>Net increase / (decrease) in cash and cash equivalents (A+B+C)</b>                               |                          | <b>1,432.56</b>                 |                          | <b>(153.11)</b>                 |
| <b>Cash and cash equivalents at the beginning of the year</b>                                       |                          | <b>1,007.78</b>                 |                          | <b>1,160.89</b>                 |
| <b>Cash and cash equivalents at the end of the year</b>   |                          | <b>2,440.34</b>                 |                          | <b>1,007.78</b>                 |
| <b>Cash and cash equivalents at the end of the year consist of-<br/>Particulars</b>                 |                          |                                 |                          |                                 |
|   |                          | <b>As at 31 March, 2022 (₹)</b> |                          | <b>As at 31 March, 2021 (₹)</b> |
| Balances with banks in Current Account  |                          | 2,431.54                        |                          | 848.78                          |
| Cash in hand  |                          | 8.80                            |                          | 4.34                            |
| Fixed Deposit with Banks (maturity upto three months)   |                          | -                               |                          | 154.65                          |
| <b>Total</b>  |                          | <b>2,440.34</b>                 |                          | <b>1,007.78</b>                 |

**Note:**

The above Standalone Statement of Cash Flows has been prepared under the 'Indirect Method' as set out in Ind AS 7, 'Statement of Cash Flows'.

The accompanying notes 1 to 46 are an integral part of these consolidated financial statements

As per our report of even date  
**FOR B. L. AJMERA & COMPANY**  
CHARTERED ACCOUNTANTS  
Firm Registration No: 001100C

For and on behalf of the Board of Directors

**RAJENDRA SINGH ZALA**  
PARTNER  
MEMBERSHIP NO: 017184

PLACE: JAIPUR  
DATE : MAY 13, 2022

**FOR M S K A & ASSOCIATES**  
CHARTERED ACCOUNTANTS  
Firm Registration No : 105047W

**AMRISH VAIDYA**  
PARTNER  
MEMBERSHIP NO: 101739

PLACE: MUMBAI  
DATE : MAY 13, 2022

**AMARPAL SETHI**  
CHAIRMAN & MANAGING DIRECTOR  
DIN: 00129462

**RISHIPAL SETHI**  
JOINT MANAGING DIRECTOR  
DIN: 00129304

**MOHD ADIL ANSARI**  
DIRECTOR  
DIN: 06913509

PLACE: MUMBAI  
DATE : MAY 13, 2022

**SONEPAL SETHI**  
JOINT MANAGING DIRECTOR  
DIN: 00129276

**KARANPAL SETHI**  
CHIEF FINANCIAL OFFICER  
DIN: 01711384

**SHYBU VARGHESE**  
COMPANY SECRETARY

**PIX TRANSMISSIONS LIMITED**  
**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH, 2022**

**A. EQUITY SHARE CAPITAL**

(Amt. in Lakhs)

| Particulars                                     | March 31, 2022  | March 31, 2021  |
|---|-----------------|-----------------|
| Balance at the beginning of the reporting year  | 1,362.41        | 1,362.41        |
| Changes in equity share capital during the year | -               | -               |
| Balance at the end of the reporting year        | <b>1,362.41</b> | <b>1,362.41</b> |

# CONSOLIDATED CHANGE IN EQUITY STATEMENT



## B. OTHER EQUITY

| Particulars                                    | Reserve and surplus |                    |                                  |                            |                      |                 |                   | Foreign Currency Translation Reserve | Total            |
|--|---------------------|--------------------|----------------------------------|----------------------------|----------------------|-----------------|-------------------|--------------------------------------|------------------|
|  | Capital Reserve     | Securities Premium | Capital Reserve on Consolidation | Capital Redemption Reserve | Amalgamation Reserve | General Reserve | Retained Earnings |                                      |                  |
| <b>Balance As At March 31, 2020</b>            | 94.08               | 1,387.09           | (286.41)                         | 1,124.13                   | 337.42               | 263.97          | 19,505.20         | (160.00)                             | 22,265.48        |
| Profit for the year                            | -                   | -                  | -                                | -                          | -                    | -               | 6,489.64          | -                                    | 6,489.64         |
| Other comprehensive income                     | -                   | -                  | -                                | -                          | -                    | -               | (49.03)           | 161.31                               | 112.28           |
| <b>Total Comprehensive Income for the Year</b> | -                   | -                  | -                                | -                          | -                    | -               | <b>6,440.61</b>   | <b>161.31</b>                        | <b>6,601.92</b>  |
| Dividend paid                                  | -                   | -                  | -                                | -                          | -                    | -               | (272.50)          | -                                    | (272.50)         |
| Transfer/(Charged) From Retained Earnings      | -                   | -                  | -                                | -                          | -                    | 16.09           | (16.09)           | -                                    | -                |
| <b>Balance As At March 31, 2021</b>            | <b>94.08</b>        | <b>1,387.09</b>    | <b>(286.41)</b>                  | <b>1,124.13</b>            | <b>337.42</b>        | <b>280.06</b>   | <b>25,657.21</b>  | <b>1.31</b>                          | <b>28,594.89</b> |
| Profit for the year                            | -                   | -                  | -                                | -                          | -                    | -               | 6,884.34          | -                                    | 6,884.34         |
| Other comprehensive income                     | -                   | -                  | -                                | -                          | -                    | -               | (52.11)           | 372.42                               | 320.31           |
| <b>Total Comprehensive Income for the Year</b> | -                   | -                  | -                                | -                          | -                    | -               | <b>6,832.23</b>   | <b>372.42</b>                        | <b>7,204.65</b>  |
| Dividend paid                                  | -                   | -                  | -                                | -                          | -                    | -               | (681.26)          | -                                    | (681.26)         |
| <b>Balance As At March 31, 2022</b>            | <b>94.08</b>        | <b>1,387.09</b>    | <b>(286.41)</b>                  | <b>1,124.13</b>            | <b>337.42</b>        | <b>280.06</b>   | <b>31,808.18</b>  | <b>373.73</b>                        | <b>35,118.28</b> |

The accompanying notes 1 to 46 are an integral part of these consolidated financial statements

As per our report of even date  
**FOR B. L. AJMERA & COMPANY**  
 CHARTERED ACCOUNTANTS  
 Firm Registration No: 001100C

**RAJENDRA SINGH ZALA**  
 PARTNER  
 MEMBERSHIP NO: 017184  
 PLACE: JAIPUR  
 DATE : MAY 13, 2022

**FOR M S K & ASSOCIATES**  
 CHARTERED ACCOUNTANTS  
 Firm Registration No : 105047W

**AMRISH VAIDYA**  
 PARTNER  
 MEMBERSHIP NO: 101739  
 PLACE: MUMBAI  
 DATE : MAY 13, 2022

For and on behalf of the Board of Directors

**AMARPAL SETHI**  
 CHAIRMAN & MANAGING DIRECTOR  
 DIN: 00129462

**RISHIPAL SETHI**  
 JOINT MANAGING DIRECTOR  
 DIN: 00129304

**MOHD ADIL ANSARI**  
 DIRECTOR  
 DIN: 06913509

PLACE: MUMBAI  
 DATE : MAY 13, 2022

**SONEPAL SETHI**  
 JOINT MANAGING DIRECTOR  
 DIN: 00129276

**KARANPAL SETHI**  
 CHIEF FINANCIAL OFFICER  
 DIN: 01711384

**SHYBU VARGHESE**  
 COMPANY SECRETARY

## 1. Corporate Information

PIX Transmissions Limited ('the Company' or 'parent' or 'Holding Company') was incorporated on July 22, 1981, as a private limited company in the State of Maharashtra, India. The status of the Company changed from a Private Limited company to a Public Limited Company effective from September 27, 1989. The Company completed its initial public offering of its equity shares in India on December 4, 1989. The shares of the Company are listed with BSE Limited and National Stock Exchange of India Limited.

The Company has trading subsidiaries in the UK, Germany & Middle East. The Company and its subsidiaries (collectively, 'the Group') is engaged in the business of Belts and related mechanical Power Transmission products.

## 2.1 Significant Accounting Policies

### a) Compliance with the Indian Accounting Standards (Ind AS)

The consolidated financial statements comply in all material aspects with the Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the Act) [Companies (Indian Accounting Standards) Rules, 2015] and other relevant provisions of the Act.

### b) Historical cost convention

The financial statements have been prepared on a historical cost basis, except for the following:

- i. certain financial assets and liabilities (including derivative instruments) is measured at fair value
- ii. defined benefit plans – plan assets measured at fair value

### c) New and amended standards adopted by the Group

The Group has applied the following amendments to Ind AS for the first time for their annual reporting period commencing April 1, 2021:

- Extension of COVID-19 related concessions – amendments to Ind AS 116
- Interest rate benchmark reform – amendments to Ind AS 109, Financial Instruments, Ind AS 107, Financial Instruments: Disclosures, Ind AS 104, Insurance Contracts and Ind AS 116, Leases.

The amendments listed above did not have any impact on the amounts recognised in prior periods and are not expected to significantly affect the current or future periods

### d) New amendments issued but not effective

The Ministry of Corporate Affairs has vide notification dated March 23, 2022, notified Companies (Indian Accounting Standards) Amendment Rules, 2022 which amends certain accounting standards, and are effective April 1, 2022. These amendments are not expected to have a material impact on the group in the current or future reporting periods and on foreseeable future transactions.

### e) Reclassifications consequent to amendments to Schedule III

The Ministry of Corporate Affairs amended the Schedule III to the Companies Act, 2013 on 24 March 2021 to increase the transparency and provide additional disclosures to users of financial statements. These amendments are effective from April 1, 2021.

Consequent to above, the group has changed the classification/presentation of (i) current maturities of long-term borrowings (ii) security deposits, in the current year.

The current maturities of long-term borrowings have now been included in the “Current borrowings” line item. Previously, current maturities of long-term borrowings were included in ‘other financial liabilities’ line item.

Further, security deposits (which meet the definition of a financial asset as per Ind AS 32) have been included in ‘other financial assets’ line item. Previously, these deposits were included in ‘loans’ line item.

The Group has reclassified comparative amounts to conform with current year presentation as per the requirements of Ind AS 1.

#### **f) Use of estimates and judgements**

The preparation of financial statements in conformity with Ind AS requires management to make judgements, estimates and assumptions, which affect the application of accounting policies and the reported amounts of assets, liabilities, income, expenses and disclosures of contingent assets and liabilities at the date of these financial statements and the reported amounts of revenues and expenses for the years presented. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis.

#### **g) Principles of consolidation**

##### **Subsidiaries**

Subsidiaries are all entities over which the group has control. The group controls an entity when the group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the relevant activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the group. They are deconsolidated from the date that control ceases.

A change in the ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction.

The group combines the financial statements of the parent and its subsidiaries line by line adding together like items of assets, liabilities, equity, income and expenses. Intercompany transactions, balances and unrealised gains on transactions between group companies are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the transferred asset. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the group.

The financial statements of all entities used for the purpose of consolidation are drawn up to same reporting date as that of the parent company, i.e., year ended on March 31.

##### **Business combinations and goodwill**

Business combinations are accounted for using the acquisition method. The cost of an acquisition is

measured as the aggregate of the consideration transferred measured at acquisition date fair value and the amount of any non controlling interests in the acquiree.

At the acquisition date, the identifiable assets acquired and the liabilities assumed are recognised at their acquisition date fair values. For this purpose, the liabilities assumed include contingent liabilities representing present obligation and they are measured at their acquisition fair values irrespective of the fact that outflow of resources embodying economic benefits is not probable.

When the Group acquires a business, it assesses the financial assets and liabilities assumed for appropriate classification and designation in accordance with the contractual terms, economic circumstances and pertinent conditions as at the acquisition date.

#### **h) Property, plant and equipment and intangible assets**

Property, plant and equipment are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. Freehold land is carried at cost. The cost comprises purchase price, borrowing costs if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use. Any trade discounts and rebates are deducted in arriving at the purchase price. Borrowing costs directly attributable to acquisition or construction of qualifying PPE are capitalised.

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 Group 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.

Subsequent expenditure related to an item of property, plant and equipment is added to its book value only if it increases the future benefits from its previously assessed standard of performance.

All other expenses on existing property, plant and equipment, including day-to-day repair and maintenance expenditure and cost of replacing parts, are charged to the statement of profit and loss for the period during which such expenses are incurred.

Borrowing costs directly attributable to acquisition of property, plant and equipment which take substantial period of time to get ready for its intended use are also included to the extent they relate to the period till such assets are ready to be put to use.

Advances paid towards the acquisition of property, plant and equipment outstanding at each balance sheet date is classified as capital advances under other non-current assets.

An item of property, plant and equipment and any significant part initially recognized is de-recognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on de-recognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of profit and loss when the Property, plant and equipment is de-recognized.

Costs of assets not ready for use at the balance sheet date are disclosed under capital work-in-progress.

**Depreciation methods, estimated useful lives and residual value.**

Depreciation is calculated on straight line basis using the useful lives as prescribed under Schedule II to the Companies Act, 2013 by the holding company. If the management's estimate of the useful life of an item of property, plant and equipment at the time of acquisition or the remaining useful life on a subsequent review is shorter than the envisaged in the aforesaid schedule, depreciation is provided at a higher rate based on the management's estimate of the useful life/ remaining useful life.

Depreciation of property, plant and equipment of foreign subsidiary companies is provided using Straight Line Method based on estimated useful life as determined by the management.

The assets residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

**Intangible assets**

Intangible assets that are acquired by the Group are measured initially at cost. After initial recognition, an intangible asset is carried at its cost less any accumulated amortization and accumulated impairment loss.

Subsequent expenditure is capitalized only when it increases the future economic benefits from the specific asset to which it relates. An intangible asset is derecognized on disposal or when no future economic benefits are expected from its use and disposal.

Losses arising from retirement and gains or losses arising from disposal of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss.

**Amortisation methods and periods**

The estimated useful lives of intangible assets and the amortisation period are reviewed at the end of each financial year and the amortisation method is revised to reflect the changed pattern, if any. Computer Software is amortized over the useful life prescribed under Schedule II to the Companies Act, 2013.

**Impairment of non financial assets**

The Group assesses, at each reporting date, whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Group estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's (CGU) fair value less costs of disposal and its value in use.

Recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. When the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

Impairment losses are recognized in the statement of profit and loss. After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

When there is indication that an impairment loss recognised for an asset (other than a revalued asset) in

earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognised in the Statement of Profit and Loss, to the extent the amount was previously charged to the Statement of Profit and Loss.

### **i) Foreign currency translation**

#### **Functional and presentation currency**

Items included in the financial statements of the Group are measured using the currency of the primary economic environment in which the entities operates ('the functional currency'). The financial statements are presented in Indian rupee (INR), which is Group's functional and presentation currency.

#### **Transactions and balances**

Foreign currency transactions are translated into the functional currency using the exchange rates at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at year end exchange rates are recognised in statement of profit or loss. Non monetary items denominated in a foreign currency are measured at historical cost and translated at exchange rate prevalent at the date of transaction.

#### **Group companies**

The results and financial position of foreign operations that have a functional currency different from the presentation currency are translated into the presentation currency as follows:

- assets and liabilities are translated at the closing rate at the date of that balance sheet
- income and expenses are translated at average exchange rates (unless this is not a reasonable approximation of the cumulative effect of the rates prevailing on the transaction dates, in which case income and expenses are translated at the dates of the transactions), and
- all resulting exchange difference are recognised in other comprehensive income.

When a foreign operation is sold, the associated exchange differences are reclassified to profit or loss, as part of the gain or loss on sale.

Goodwill and fair value adjustments arising on the acquisition of a foreign operation are treated as assets and liabilities of the foreign operation and translated at the closing rate.

### **j) Financial Instruments**

Financial assets and financial liabilities are recognised when the Group becomes a party to the contractual provisions of the instruments. A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

Financial assets and financial 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 and ancillary costs related to borrowings) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in Statement of Profit and Loss.

**Classification and Subsequent Measurement: Financial Assets**

The Group classifies financial assets as subsequently measured at amortised cost, fair value through other comprehensive income (“FVOCI”) or fair value through profit or loss (“FVTPL”) on the basis of following:

the entity’s business model for managing the financial assets and the contractual cash flow characteristics of the financial asset.

**Amortised Cost**

A financial asset shall be classified and measured at amortised cost if both of the following conditions are met:

- the financial asset is held within a business model whose objective is to hold financial 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.

**Fair Value through other comprehensive income**

A financial asset shall be classified and measured at fair value through OCI if both of the following conditions are met:

- the financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets 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 instruments included within the FVOCI category are measured initially as well as at each reporting date at fair value. Fair value movements are recognised in the other comprehensive income (OCI).

**Fair Value through Profit or Loss**

Fair Value through Profit or Loss is a residual category for financial assets. A financial asset shall be classified and measured at fair value through profit or loss unless it is measured at amortised cost or at fair value through OCI. Financial assets included within the Fair Value through Profit or Loss category are measured at fair value with all changes recognised in the statement of profit and loss.

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

**Classification and Subsequent Measurement: Financial liabilities**

Financial liabilities are classified as either financial liabilities at FVTPL or ‘other financial liabilities’. All financial liabilities are recognised initially at fair value and, in the case of loans, borrowings, and payables, net of directly attributable transaction costs.

### (I) Financial Liabilities at FVTPL

Financial liabilities are classified as at FVTPL when the financial liability is held for trading or are designated upon initial recognition as FVTPL. Gains or Losses on liabilities held for trading are recognised in the Statement of Profit and Loss.

### (ii) Other Financial Liabilities

Other financial liabilities (including borrowings and trade and other payables) are subsequently measured at amortised cost using the effective interest method.

The effective interest method is a method of calculating the amortised cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the financial liability, or (where appropriate) a shorter period, to the net carrying amount on initial recognition.

### Impairment of financial assets

Financial assets, other than those at FVTPL, are assessed for indicators of impairment at the end of each reporting period. The Group recognises a loss allowance for expected credit losses on financial asset. In case of trade receivables, the Group follows the simplified approach permitted by Ind AS 109 – Financial Instruments for recognition of impairment loss allowance. The application of simplified approach does not require the Group to track changes in credit risk. The Group calculates the expected credit losses on trade receivables using a provision matrix on the basis of its historical credit loss experience.

### Derecognition of financial assets

The Group derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party. If the Group neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Group recognises its retained interest in the asset and an associated liability for amounts it may have to pay. If the Group retains substantially all the risks and rewards of ownership of a transferred financial asset, the Group continues to recognise the financial asset and also recognises a collateralised borrowing for the proceeds received.

On derecognition of a financial asset in its entirety, the difference between the asset's carrying amount and the sum of the consideration received and receivable and the cumulative gain or loss that had been recognised in other comprehensive income and accumulated in equity is recognised in profit or loss if such gain or loss would have otherwise been recognised in profit or loss on disposal of that financial asset.

### Derecognition of financial liabilities

A financial liability is derecognized when the obligation under the liability is discharged, cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the statement of profit or loss.

**Offsetting of financial instruments**

Financial assets and financial liabilities are offset, and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business.

**k) Derivatives that are not designated as hedges**

Derivatives are only used for economic hedging purposes and not as speculative investments. However, where derivatives do not meet the hedge accounting criteria, they are classified as 'held for trading' for accounting purposes and are accounted for at FVPL. They are presented as current assets or liabilities to the extent they are expected to be settled within 12 months after the end of the reporting period. Financial assets and liabilities are offset, and the net amount is reported in the balance sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business.

Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently re-measured to their fair value at the end of each reporting period. The accounting for subsequent changes in fair value is recognised in profit or loss.

**l) Financial liabilities and equity instruments****Classification as debt or equity**

Debt and equity instruments issued by the Group are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

**Equity instruments**

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by the Group are recognised at the proceeds received.

**Taxes****Current income tax**

The tax currently payable is based on taxable profit for the year. Taxable profit differs from 'profit before tax' as reported in the statement of profit and loss because of items of income or expense that are taxable or deductible in other years, items that are never taxable or deductible and tax incentives. The Group's current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Current income tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Current tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

### **Deferred tax**

Deferred income tax is recognized using the balance sheet approach, deferred tax is recognized on temporary differences at the balance sheet date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes, except when the deferred income tax arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and affects neither accounting nor taxable profit or loss at the time of the transaction.

Deferred income tax assets are recognized for all deductible temporary differences, carry forward of unused tax credits and unused tax losses, to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilized.

The carrying amount of deferred income tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilized.

Deferred income tax assets and liabilities are measured at the tax rates that are expected to apply in the period when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the balance sheet date.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

Current and deferred tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

### **m) Inventories**

Inventories are valued at the lower of cost and net realisable value.

Costs incurred in bringing each product to its present location and condition are accounted for as follows:

Raw materials: cost includes cost of purchase and other costs incurred in bringing the inventories to their present location and condition. Cost is determined on weighted average basis.

Finished goods and work in progress: Cost of finished goods and work-in-progress includes the cost of materials, conversion cost, an appropriate share of fixed and variable production overheads and other costs incurred in bringing the inventories to their present location and condition.

Traded goods: cost includes cost of purchase and other costs incurred in bringing the inventories to their present location and condition. Cost is determined on weighted average basis.

Net realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale. The net realizable value of work-in-

progress is determined with reference to the selling prices of related finished products. Raw materials and other supplies held for use in production of finished products are not written down below cost except in cases where material prices have declined and it is estimated that the cost of the finished products will exceed their net realizable value.

#### **n) Revenue recognition**

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer. Revenue from the sale of goods is measured at the fair value of the consideration received or receivable, net of returns and allowances, trade discounts and volume rebates. Revenue is recognised upon transfer of control of promised products or services to customers in an amount that reflects the consideration which the Group expects to receive in exchange for those products or services. Revenue from sale of goods is recognised when the goods are dispatched and titles have passed. The Group disaggregates Revenue from contracts with customers by geography.

Dividend income is recorded when the right to receive payment is established.

Interest income is recognised using the effective Interest method."

#### **o) Employee benefits**

##### **(i) Short-term obligations**

Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognised in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled.

##### **(ii) Other long-term employee benefit obligations**

The earned leave obligations are measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method. The benefits are discounted using the appropriate market yields at the end of the reporting period that have terms approximating to the terms of the related obligation. Remeasurements as a result of experience adjustments and changes in actuarial assumptions are recognised in profit or loss.

##### **(iii) Post-employment obligations**

The Group operates the following post-employment schemes:

- (a) defined benefit plans viz gratuity,
- (b) defined contribution plans viz provident fund.

##### **Gratuity obligations**

The liability or asset recognised in the balance sheet in respect of defined benefit gratuity plans is the present value of the defined benefit obligation at the end of the reporting period. The defined benefit obligation is calculated annually by actuaries using the projected unit credit method.

The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the statement of profit and loss.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the statement of changes in equity and in the balance sheet.

Changes in the present value of the defined benefit obligation resulting from plan amendments or curtailments are recognised immediately in profit or loss as past service cost.

### **Defined contribution plans**

The Group pays provident fund contributions to approved provident fund trust and publicly administered provident funds. The Group has no further payment obligations once the contributions have been paid. The contributions are accounted for as defined contribution plans and the contributions are recognised as employee benefit expense when they are due. Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in the future payments is available.

Retirement benefits to employees for the subsidiary companies have been provided in accordance with the contractual terms with the employees and same is as applicable as per the labour law requirements of respective countries.

### **p) Leases**

A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

As a lessee

The Group recognises right-of-use asset representing its right to use the underlying asset for the lease term at the lease commencement date.

The right-of-use assets is depreciated using the straight-line method from the commencement date over the shorter of lease term or useful life of right-of-use asset. The estimated useful lives of right-of-use assets are determined on the same basis as those of property, plant and equipment. Right-of-use assets are tested for impairment whenever there is any indication that their carrying amounts may not be recoverable. Impairment loss, if any, is recognised in the statement of profit and loss.

The Group measures the lease liability at the present value of the lease payments that are not paid at the commencement date of the lease. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Group uses incremental borrowing rate.

The lease liability is subsequently remeasured by increasing the carrying amount to reflect interest on the lease liability, reducing the carrying amount to reflect the lease payments made and remeasuring the carrying amount to reflect any reassessment or lease modifications or to reflect revised in-substance fixed lease payments.

The Group has elected not to apply the requirements of Ind AS 116 Leases to short-term leases of all assets that have a lease term of 12 months or less and leases for which the underlying asset is of low value. The lease payments associated with these leases are recognized as an expense on a straight-line basis over the lease term.

Right-of-use assets are measured at cost comprising the following:

- the amount of the initial measurement of lease liability
- any lease payments made at or before the commencement date less any lease incentives received
- any initial direct costs
- restoration costs.

Lease liabilities include the net present value of the following lease payments:

- fixed payments (including in-substance fixed payments), less any lease incentives receivable
- variable lease payment that are based on an index or a rate, initially measured using the index or rate as at the commencement date
- amounts expected to be payable by the Group under residual value guarantees
- the exercise price of a purchase option if the Group is reasonably certain to exercise that option, and
- payments of penalties for terminating the lease, if the lease term reflects the group exercising that option.

#### **q) Provisions, Contingent Liabilities and Contingent Assets**

Provisions are recognised when the Group has a present obligation (legal or constructive) as a result of a past event and it is probable that an outflow of resources, that can be reliably estimated, will be required to settle such an obligation.

If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows to net present value using an appropriate pre-tax discount rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability. Unwinding of the discount is recognised in the Statement of Profit and Loss as a finance cost. Provisions are reviewed at each reporting date and are adjusted to reflect the current best estimate.

A present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made, is disclosed as a contingent liability. Contingent liabilities are also disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non - occurrence of one or more uncertain future events not wholly within the control of the Group.

Claims against the Group where the possibility of any outflow of resources in settlement is remote, are not disclosed as contingent liabilities.

Contingent assets are not recognised in financial statements since this may result in the recognition of income that may never be realised. However, when the realisation of income is virtually certain, then the related asset is not a contingent asset and is recognised.

### **r) Trade receivables**

A receivable represents the Group's right to an amount of consideration that is unconditional (i.e., only the passage of time is required before payment of the consideration is due).

### **s) Trade and other payables**

These amounts represent liabilities for goods and services provided to the group prior to the end of the financial year which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognised initially at their fair value and subsequently measured at amortised cost using the effective interest method.

### **t) Borrowings**

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in profit or loss over the period of the borrowings using the effective interest method. Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan to the extent that it is probable that some or all of the facility will be drawn down. In this case, the fee is deferred until the draw-down occurs. To the extent there is no evidence that it is probable that some or all of the facility will be drawn down, the fee is capitalised as a prepayment for liquidity services and amortised over the period of the facility to which it relates.

Borrowings are removed from the balance sheet when the obligation specified in the contract is discharged, cancelled, or expired. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss as other gains/(losses).

Borrowings are classified as current liabilities unless the Group has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period. Where there is a breach of a material provision of a long-term loan arrangement on or before the end of the reporting period with the effect that the liability becomes payable on demand on the reporting date, the entity does not classify the liability as current, if the lender agreed, after the reporting period and before the approval of the financial statements for issue, not to demand payment as a consequence of the breach.

### **u) Borrowing costs**

Borrowing costs are interest and other costs that the Group incurs in connection with the borrowing of funds and is measured with reference to the effective interest rate (EIR) applicable to the respective borrowing.

Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale. Borrowing costs, allocated to qualifying assets, pertaining to the period from commencement of activities relating to construction / development of the qualifying asset up to the date of capitalisation of such asset are added to the cost of the assets. Capitalisation of borrowing costs is suspended and charged to the Statement of Profit and Loss during extended periods when active development activity on the qualifying assets is interrupted.

All other borrowing costs are recognised as an expense in the period which they are incurred.

**v) Segment Reporting - Identification of Segments**

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The Group is engaged in the business of Industrial Rubber Products and there is no reportable primary segment as per Indian Accounting Standard (IND AS 108) 'Segment Reporting'.

The Group has identified geographical locations as secondary segments. The products of the Group are sold both in the domestic & export markets, which are considered different geographical segments.

**w) Earnings per share**

Basic earnings per share is calculated by dividing:

- the profit attributable to owners of the Group
- by the weighted average number of equity shares outstanding during the financial year, adjusted for bonus elements in equity shares issued during the year

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account:

- the after income tax effect of interest and other financing costs associated with dilutive potential equity
- the weighted average number of additional equity shares that would have been outstanding assuming the conversion of all dilutive potential equity shares.

**x) Cash and cash equivalents**

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Group's cash management.

**y) Current/non current classification**

The Group presents assets and liabilities in the balance sheet based on current/ non-current classification. An asset is treated as current when it is:

- Expected to be realised or intended to be sold or consumed in normal operating cycle
- Held primarily for the purpose of trading
- Expected to be realised within twelve months after the reporting period, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period

All other assets are classified as non-current.

A liability is current when:

- It is expected to be settled in normal operating cycle
- It is held primarily for the purpose of trading
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

The Group classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents. The Group has identified twelve months as its operating cycle.

## **2.2 Critical estimates and judgements**

### **(i) Recoverability of trade receivables**

In case of trade receivables, the Group follows the simplified approach permitted by Ind AS 109 – Financial Instruments for recognition of impairment loss allowance. The application of simplified approach does not require the Group to track changes in credit risk. The Group calculates the expected credit losses on trade receivables using a provision matrix on the basis of its historical credit loss experience.

### **(ii) Useful lives of property, plant and equipment/intangible assets**

The Group reviews the useful life of property, plant and equipment/intangible assets at the end of each reporting period. This reassessment may result in change in depreciation expense in future periods.

### **(iii) Defined benefit plans**

The cost of the defined benefit gratuity plan and the present value of the gratuity obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

(Amt. in Lakhs)

| Description             | GROSS BLOCK              |                                     |                | DEPRECIATION             |                          |                      |                | NET BLOCK                |                          |
|-------------------------|--------------------------|-------------------------------------|----------------|--------------------------|--------------------------|----------------------|----------------|--------------------------|--------------------------|
|                         | As at<br>01.04.2021<br>₹ | Addition<br>during the<br>year<br>₹ | Disposals<br>₹ | As at<br>31.03.2022<br>₹ | As at<br>01.04.2021<br>₹ | For the<br>year<br>₹ | Disposals<br>₹ | As at<br>31.03.2022<br>₹ | As at<br>31.03.2022<br>₹ |
| Free Hold Land          | 1,996.99                 | -                                   | -              | 1,996.99                 | -                        | -                    | -              | -                        | 1,996.99                 |
| Factory Premises        | 9,488.15                 | 2,295.72                            | -              | 11,783.87                | 2,620.54                 | 327.06               | -              | 2,947.60                 | 8,836.27                 |
| Electrical Installation | 2,096.92                 | 168.69                              | -              | 2,265.61                 | 1,448.03                 | 129.58               | -              | 1,577.61                 | 688.00                   |
| Plant & Machineries     | 21,795.65                | 2,333.43                            | 175.98         | 23,953.10                | 10,257.75                | 1,180.74             | 139.38         | 11,299.11                | 12,653.99                |
| Furnitures & Fixtures   | 1,187.27                 | 306.46                              | -              | 1,493.73                 | 847.71                   | 71.44                | -              | 919.15                   | 574.58                   |
| Office Equipments       | 1,055.34                 | 129.99                              | 2.02           | 1,183.31                 | 865.98                   | 80.12                | 1.65           | 944.45                   | 238.86                   |
| Vehicles                | 747.84                   | 150.52                              | 20.08          | 878.28                   | 135.63                   | 87.17                | 13.71          | 209.09                   | 669.19                   |
| <b>Total</b>            | <b>38,368.16</b>         | <b>5,384.82</b>                     | <b>198.09</b>  | <b>43,554.89</b>         | <b>16,175.63</b>         | <b>1,876.12</b>      | <b>154.75</b>  | <b>17,897.00</b>         | <b>25,657.89</b>         |

| Description                     | GROSS BLOCK        |                            |                 | DEPRECIATION       |                    |                 |               | NET BLOCK          |
|---------------------------------|--------------------|----------------------------|-----------------|--------------------|--------------------|-----------------|---------------|--------------------|
|                                 | As at 01.04.2020 ₹ | Addition during the year ₹ | Disposals ₹     | As at 31.03.2021 ₹ | As at 01.04.2020 ₹ | For the year ₹  | Disposals ₹   | As at 31.03.2021 ₹ |
| <b>FREEHOLD LAND</b>            | 1,383.79           | 613.20                     | -               | 1,996.99           | -                  | -               | -             | 1,996.99           |
| <b>FACTORY PREMISES</b>         | 9,400.93           | 87.22                      | -               | 9,488.15           | 2,305.71           | 314.82          | -             | 6,867.62           |
| <b>ELECTRICAL INSTALLATION</b>  | 2,083.27           | 13.65                      | -               | 2,096.92           | 1,320.49           | 127.54          | -             | 648.89             |
| <b>PLANT &amp; MACHINERIES</b>  | 21,191.51          | 1,276.73                   | 672.60          | 21,795.65          | 9,717.59           | 1,127.73        | 587.57        | 11,537.89          |
| <b>FURNITURE &amp; FIXTURES</b> | 1,163.52           | 25.25                      | 1.49            | 1,187.27           | 781.08             | 67.58           | 0.95          | 339.56             |
| <b>OFFICE EQUIPMENTS</b>        | 985.18             | 74.04                      | 3.88            | 1,055.34           | 799.41             | 69.94           | 3.37          | 189.36             |
| <b>VEHICLES</b>                 | 793.88             | 453.47                     | 499.51          | 747.84             | 235.91             | 91.51           | 191.79        | 612.21             |
| <b>Total</b>                    | <b>37,002.07</b>   | <b>2,543.56</b>            | <b>1,177.48</b> | <b>38,368.16</b>   | <b>15,160.19</b>   | <b>1,799.12</b> | <b>783.68</b> | <b>22,192.53</b>   |

Refer Note no 38(D) for assets pledged as a security.

Refer Note 33(b) for contractual commitments for acquisition of Property, plant and equipment.

| Particulars                         | Non Current Assets - Capital Work in Progress |                  |
|-------------------------------------|---|------------------|
|                                     | As at 31.03.2022                              | As at 31.03.2021 |
| Balance as on April 01, 2020        | 33.89   | -                |
| (+) Additions during the year       | 5,022.63                                      | 1,397.84         |
| (-) Capitalised during the year     | 5,056.52                                      | 1,363.96         |
| <b>Balance as on March 31, 2021</b> | <b>-</b>                                      | <b>33.89</b>     |

Refer Note 44.3 for additional regulatory information required by Schedule III.

**Note :- 3(c) Non Current Assets - Right of Use Asset**

The Company leases office and factory land. Rental contracts are typically made for fixed periods of 5 to 99 years.

(Amt. in Lakhs)

| Description                       | GROSS BLOCK        |                            |             | DEPRECIATION       |                    |                | NET BLOCK   |                    |
|-----------------------------------|--------------------|----------------------------|-------------|--------------------|--------------------|----------------|-------------|--------------------|
|                                   | As at 01.04.2021 ₹ | Addition during the year ₹ | Disposals ₹ | As at 31.03.2022 ₹ | As at 01.04.2021 ₹ | For the year ₹ | Disposals ₹ | As at 31.03.2022 ₹ |
| Office Premises (Lease)           | 605.77             | -                          | -           | 605.77             | 349.83             | 180.67         | -           | 530.49             |
| Factory premises (Leasehold Land) | 142.32             | -                          | -           | 142.32             | 33.15              | 1.88           | -           | 35.03              |
| <b>Total</b>                      | <b>748.09</b>      | <b>-</b>                   | <b>-</b>    | <b>748.09</b>      | <b>382.98</b>      | <b>182.55</b>  | <b>-</b>    | <b>565.53</b>      |

| Description                       | GROSS BLOCK        |                            |             | DEPRECIATION       |                    |                | NET BLOCK   |                    |
|-----------------------------------|--------------------|----------------------------|-------------|--------------------|--------------------|----------------|-------------|--------------------|
|                                   | As at 01.04.2020 ₹ | Addition during the year ₹ | Disposals ₹ | As at 31.03.2021 ₹ | As at 01.04.2020 ₹ | For the year ₹ | Disposals ₹ | As at 31.03.2021 ₹ |
| Office Premises (Lease)           | 244.43             | 361.34                     | -           | 605.77             | 172.54             | 177.28         | -           | 349.83             |
| Factory premises (Leasehold Land) | 142.32             | -                          | -           | 142.32             | 31.27              | 1.88           | -           | 33.15              |
| <b>TOTAL</b>                      | <b>386.76</b>      | <b>361.34</b>              | <b>-</b>    | <b>748.09</b>      | <b>203.81</b>      | <b>179.17</b>  | <b>-</b>    | <b>382.98</b>      |

**(I) Amount recognised in Statement of profit and loss in relation to right of use asset are as follows:**

(Amt. in Lakhs)

| Particulars  | As at 31.03.2022 | As at 31.03.2021 |
|--|------------------|------------------|
| (i) Interest Expenses (included in finance cost)                         | 16.28            | 18.28            |
| (ii) Expenses relating to (Short term lease, included in other expenses) | 49.86            | 23.36            |

The total cash outflow for leases for the year was Rs. 197.95 Lakhs (31 March, 2021: Rs.194.01 Lakhs)

**Note :- 3(d) Non Current Assets - Intangible Assets** (Amt. in Lakhs)

| Description       | Gross Block        |                            |             | Amortisation       |                    |                |             | NET BLOCK          |
|-------------------|--------------------|----------------------------|-------------|--------------------|--------------------|----------------|-------------|--------------------|
|                   | As at 01.04.2021 ₹ | Addition during the year ₹ | Disposals ₹ | As at 31.03.2022 ₹ | As at 01.04.2021 ₹ | For the year ₹ | Disposals ₹ | As at 31.03.2022 ₹ |
| Computer software | 288.49             | 24.75                      | -           | 313.24             | 266.68             | 16.12          | -           | 282.80             |
| <b>TOTAL</b>      | <b>288.49</b>      | <b>24.75</b>               | <b>-</b>    | <b>313.24</b>      | <b>266.68</b>      | <b>16.12</b>   | <b>-</b>    | <b>30.44</b>       |

(Amt. in Lakhs)

| Description       | Gross Block        |                            |             | Amortisation       |                    |                |             | NET BLOCK          |
|-------------------|--------------------|----------------------------|-------------|--------------------|--------------------|----------------|-------------|--------------------|
|                   | As at 01.04.2020 ₹ | Addition during the year ₹ | Disposals ₹ | As at 31.03.2021 ₹ | As at 01.04.2020 ₹ | For the year ₹ | Disposals ₹ | As at 31.03.2021 ₹ |
| Computer software | 282.73             | 5.77                       | -           | 288.49             | 248.05             | 18.63          | -           | 266.68             |
| <b>TOTAL</b>      | <b>282.73</b>      | <b>5.77</b>                | <b>-</b>    | <b>288.49</b>      | <b>248.05</b>      | <b>18.63</b>   | <b>-</b>    | <b>21.81</b>       |

**Note :- 4 Non-Current Financial Assets (Loans)** (₹ in lacs)

| Particulars                         | As at<br>31.03.2022<br>₹ | As at<br>31.03.2021<br>₹ |
|-------------------------------------|--------------------------|--------------------------|
| l) Loans considered good- unsecured | -                        | 400.00                   |
| <b>TOTAL</b>                        | <b>-</b>                 | <b>400.00</b>            |

**Note :- 5 Non-Current Financial Assets (Others)** (₹ in lacs)

| Particulars       | As at<br>31.03.2022<br>₹ | As at<br>31.03.2021<br>₹ |
|-------------------|--------------------------|--------------------------|
| Security deposits | 286.24                   | 248.20                   |
| <b>TOTAL</b>      | <b>286.24</b>            | <b>248.20</b>            |

**Note :- 6 Other Non Current Assets** (₹ in lacs)

| Particulars      | As at<br>31.03.2022<br>₹ | As at<br>31.03.2021<br>₹ |
|------------------|--------------------------|--------------------------|
| Capital advances | 1,817.05                 | 149.44                   |
| <b>TOTAL</b>     | <b>1,817.05</b>          | <b>149.44</b>            |

**Note :- 7 Inventories** (₹ in lacs)

| Particulars  | As at<br>31.03.2022<br>₹ | As at<br>31.03.2021<br>₹ |
|--|--------------------------|--------------------------|
| <b>Inventories (at lower of cost and net realizable value)</b> |                          |                          |
| (i) Raw Materials  | 5,440.89                 | 3,080.65                 |
| (ii) Work in progress  | 514.32                   | 877.81                   |
| (iii) Finished goods   | 3,252.65                 | 2,804.37                 |
| (iv) Stock-In-Trade  | 2,355.60                 | 2,121.87                 |
| (v) Stores and spares  | 809.16                   | 684.95                   |
| (vi) Packing materials   | 109.12                   | 100.43                   |
| <b>Total</b>   | <b>12,481.74</b>         | <b>9,670.08</b>          |

**Note :- 8 Current Investments**

(₹ in lacs)

| Particulars  | As at March 31, 2022 |               | As at March 31, 2021 |               |
|--|----------------------|---------------|----------------------|---------------|
|  | Unit                 | Amount (₹)    | Unit                 | Amount (₹)    |
| <b>Investment measured at fair value through P&amp;L a/c :</b> |                      |               |                      |               |
| ICICI Prudential Bond Fund Growth - Quoted                     | 4,52,730             | 144.31        | 4,52,730             | 139.68        |
| HDFC Liquid Fund Growth - Unquoted                             | 7,380                | 306.42        | 7,380                | 296.52        |
| <b>Total</b>   |                      | <b>450.72</b> |                      | <b>436.20</b> |

**Investments in Mutual funds**

(₹ in lacs)

| Particulars   | As at<br>31.03.2022<br>₹ | As at<br>31.03.2021<br>₹ |
|---|--------------------------|--------------------------|
| Aggregate amount of quoted investments and market value thereof | 144.31                   | 139.68                   |
| Aggregate amount of unquoted investments                        | 306.42                   | 296.52                   |
| Aggregate amount of impairment in the value of investments      | -                        | -                        |

**Note :- 9 Financial Assets-Trade Receivables**

(₹ in lacs)

| Particulars                | As at<br>31.03.2022<br>₹ | As at<br>31.03.2021<br>₹ |
|----------------------------|--------------------------|--------------------------|
| <b>Unsecured</b>           |                          |                          |
| Trade receivables          | 9,577.53                 | 8,190.53                 |
| Less: Impairment allowance | 32.57                    | 36.91                    |
| <b>Total (net)</b>         | <b>9,544.96</b>          | <b>8,153.61</b>          |

Refer Note 44.1 for additional regulatory information required by Schedule III.

**Note :- 10 Cash and Cash Equivalents**

(₹ in lacs)

| Particulars   | As at<br>31.03.2022<br>₹ | As at<br>31.03.2021<br>₹ |
|---|--------------------------|--------------------------|
| Balances with banks in Current Account                | 2,431.54                 | 848.78                   |
| Cash in hand  | 8.80                     | 4.34                     |
| Fixed Deposit with Banks (maturity upto three months) | -                        | 154.65                   |
| <b>Total</b>  | <b>2,440.34</b>          | <b>1,007.78</b>          |

**NOTE :- 11 Other Bank Balances** (₹ in lacs)

| Particulars   | As at<br>31.03.2022<br>₹ | As at<br>31.03.2021<br>₹ |
|---|--------------------------|--------------------------|
| Margin money deposits*  | 601.11                   | 96.22                    |
| Unpaid Dividend**   | 77.63                    | 71.50                    |
| Fixed Deposits with Banks (Maturity between three to twelve months) | 83.54                    | 307.63                   |
| <b>TOTAL</b>  | <b>762.28</b>            | <b>475.35</b>            |

Note :

\* Margin Money Deposit are kept with banks for opening Letter of credit for imports

\*\* No amount due to Investor Education & Protection Fund

**Note :- 12 Current Financial Assets (Loans)** (₹ in lacs)

| Particulars                        | As at<br>31.03.2022<br>₹ | As at<br>31.03.2021<br>₹ |
|------------------------------------|--------------------------|--------------------------|
| <b>Unsecured, considered good</b>  |                          |                          |
| Loans to employees                 | 23.11                    | 14.08                    |
| Advance Receivable in cash or kind | 3.17                     | 3.15                     |
| Receivable from Others             | 4.41                     | 21.57                    |
| <b>Total</b>                       | <b>30.70</b>             | <b>38.80</b>             |

**Note :- 13 Current Financial Assets (Others)** (₹ in lacs)

| Particulars                       | As at<br>31.03.2022<br>₹ | As at<br>31.03.2021<br>₹ |
|-----------------------------------|--------------------------|--------------------------|
| Interest Accrued on Fixed deposit | 10.33                    | -                        |
| Security deposits                 | 8.96                     | 15.91                    |
| <b>TOTAL</b>                      | <b>19.29</b>             | <b>15.91</b>             |

**Note :- 14 Other Current Assets** (₹ in lacs)

| Particulars                                | As at<br>31.03.2022<br>₹ | As at<br>31.03.2021<br>₹ |
|--|--------------------------|--------------------------|
| <b>Unsecured, considered good</b>          |                          |                          |
| Prepaid expenses                           | 129.14                   | 138.82                   |
| Balance with Government Authorities        | 1,274.18                 | 262.51                   |
| Advance to Suppliers                       | 261.59                   | 255.52                   |
| Advance income tax paid (net of provision) | 89.54                    | 114.20                   |
| <b>Total</b>                               | <b>1,754.44</b>          | <b>771.06</b>            |

**Note :- 15 Share Capital**

(₹ in lacs)

| Particulars  | As at           | As at           |
|--|-----------------|-----------------|
|  | 31.03.2022      | 31.03.2021      |
|  | ₹               | ₹               |
| <b>AUTHORIZED</b>  |                 |                 |
| 2,05,00,000 (31 March, 2021: 2,05,00,000) Equity Shares of Rs. 10/- each   | 2,050.00        | 2,050.00        |
| 15,00,000 (31 March, 2021: 15,00,000) Non-convertible 6% cumulative redeemable preference shares of Rs. 100/- each | 1,500.00        | 1,500.00        |
| 14,50,000 (31 March, 2021: 14,50,000) Convertible 6% preference shares of Rs. 100/- each                           | 1,450.00        | 1,450.00        |
| <b>TOTAL ( AUTHORISED CAPITAL )</b>  | <b>5,000.00</b> | <b>5,000.00</b> |
| <b>Issued And Subscribed Equity Shares</b>   |                 |                 |
| 1,36,25,200 (31 March, 2021: 1,36,25,200 Equity Rs. 10/- each)   | 1,362.52        | 1,362.52        |
| Less: Allotment money in arrears from public other than directors  | 0.11            | 0.11            |
| <b>TOTAL</b>   | <b>1,362.41</b> | <b>1,362.41</b> |

**Note 15.1 Terms and rights attached to equity shares**

Equity shares have a par value of Rs. 10. They entitle the holder to participate in dividends, and to share in the proceeds of winding up the Company in proportion to the number of and amounts paid on the shares held. Every holder of equity shares present at a meeting in person or by proxy is entitled to one vote, and upon a poll each share is entitled to one vote.

**15.2 Reconciliation of number of Equity Shares**

| Particulars                  | No. of shares |             |
|------------------------------|---------------|-------------|
|                              | 2021-22       | 2020-21     |
| At the beginning of the year | 1,36,25,200   | 1,36,25,200 |
| Add: Issued during the year  | -             | -           |
| At the end of the year       | 1,36,25,200   | 1,36,25,200 |

(₹ in lacs)

| Particulars                  | Equity Share Capital |          |
|------------------------------|----------------------|----------|
|                              | 2021-22              | 2020-21  |
| At the beginning of the year | 1,362.41             | 1,362.41 |
| Add: Issued during the year  | -                    | -        |
| At the end of the year       | 1,362.41             | 1,362.41 |

**15.3 Details of shareholders holding more than 5% shares in the company**

| Particulars                   | Nos.      | Holdings% |
|-------------------------------|-----------|-----------|
| <b>As at 31st March, 2022</b> |           |           |
| Nirmal Sethi                  | 9,65,600  | 7.09%     |
| Amarpal Singh Sethi           | 10,33,029 | 7.58%     |
| Sukhpal Singh Sethi           | 8,65,172  | 6.35%     |
| Sonepal Singh Sethi           | 15,20,200 | 11.16%    |
| Inderjeet Sethi               | 8,59,327  | 6.31%     |
| Rishipal Sethi                | 11,75,712 | 8.63%     |
| Karanpal Sethi                | 9,70,805  | 7.13%     |
| <b>As at 31st March, 2021</b> |           |           |
| Nirmal Sethi                  | 9,64,500  | 7.08%     |
| Amarpal Singh Sethi           | 10,33,029 | 7.58%     |
| Sukhpal Singh Sethi           | 8,64,195  | 6.34%     |
| Sonepal Singh Sethi           | 15,18,800 | 11.15%    |
| Inderjeet Sethi               | 8,59,077  | 6.30%     |
| Rishipal Sethi                | 11,75,312 | 8.63%     |
| Karanpal Sethi                | 9,70,805  | 7.13%     |

Refer Note 44.4 for additional regulatory information required by Schedule III with respect to promoter shareholding.

**Note :- 16 Other Equity**

(₹ in lacs)

| Particulars   | As at<br>31.03.2022<br>₹ | As at<br>31.03.2021<br>₹ |
|---|--------------------------|--------------------------|
| I) Capital Reserve  | 94.08                    | 94.08                    |
| II) Capital Redemption Reserve  | 1,124.13                 | 1,124.13                 |
| III) Capital Reserve on Consolidation   | (286.41)                 | (286.41)                 |
| IV) Securities Premium  | 1,387.09                 | 1,387.09                 |
| V) Amalgamation Reserve   | 337.42                   | 337.42                   |
| VI) General Reserve   | 280.06                   | 263.97                   |
| Add:- Transfer from retained earnings   |                          | 16.09                    |
|   | <b>280.06</b>            | <b>280.06</b>            |
| VII) Foreign Currency Translation Reserve   |                          |                          |
| As per last balance sheet   | 1.31                     | (160.00)                 |
| Add:- Exchange difference on translation of foreign operations through other comprehensive income | 372.42                   | 161.31                   |
|   | <b>373.73</b>            | <b>1.31</b>              |
| VIII) Retained earnings   |                          |                          |
| As per last balance sheet   | 25,913.03                | 19,711.99                |
| Add:- Profit for the year   | 6,884.34                 | 6,489.64                 |
|   | <b>32,797.37</b>         | <b>26,201.63</b>         |
| Less:- Appropriations   |                          |                          |
| Transfer to general reserve   | -                        | 16.09                    |
| Dividend paid on equity shares during the year  | 681.26                   | 272.50                   |
|   | <b>681.26</b>            | <b>288.60</b>            |
|   | <b>32,116.11</b>         | <b>25,913.03</b>         |
| XI) Other comprehensive income  |                          |                          |
| Opening balance   | (255.82)                 | (206.79)                 |
| Add:- Other comprehensive income during the year (net of tax)                                     | (52.11)                  | (49.03)                  |
| <b>Total other comprehensive income(closing balance)</b>  | <b>(307.93)</b>          | <b>(255.82)</b>          |
| <b>Total</b>  | <b>35,118.28</b>         | <b>28,594.89</b>         |

**Capital Reserve**

The Company created capital reserve on cancellation/ forfeiture of the Company's own equity instruments. Capital reserve was created in financial year 2008-09

**Capital Redemption Reserve**

Capital Redemption Reserve is created out of profit available for distribution towards redemption of Preference shares. This reserve can be used for the purpose of issue of Bonus shares.

**General Reserve**

General Reserve is used from time to time to transfer profits from retained earnings for appropriation purposes. As the General Reserve is created by a transfer from one component of equity to another and is not an item of other comprehensive income, items included in the General Reserve will not be reclassified subsequently to statement of profit and loss.

**Amalgamation Reserve**

The amalgamation Reserve was created on amalgamation of Pix Auto Ltd with the Company in financial year 1999-2000

**Securities Premium**

Securities Premium Reserve represents premium on issue of shares. The reserve will be utilised in accordance with the provisions of the Companies Act, 2013

**Retained earnings**

The balance in the Retained Earnings primarily represents the surplus after payment of dividend and transfer to reserves.

**Capital Reserve on Consolidation**

Capital Reserve on Consolidation represents purchase of stake in Subsidiaries.

**Foreign Currency Translation Reserve**

For the purpose of consolidation of subsidiaries with the financial statement of the Company, income and expenses are translated at average rates and the assets and liabilities are stated at closing rate. Use of such different rates for translation gives rise to exchange differences which is accumulated in Foreign Currency Translation Reserve. The movement in this reserve is due to fluctuation in exchange rates of currencies during 2021-22. On disposal of a foreign operation, the component of OCI relating to that particular foreign operation is recognised in the Statement of profit and loss.

**Note :- 17 Non Current Financial Liabilities (Borrowings)** (₹ in lacs)

| Particulars                             | As at<br>31.03.2022<br>₹ | As at<br>31.03.2021<br>₹ |
|---|--------------------------|--------------------------|
| <b>Secured - at amortised cost</b>      |                          |                          |
| Term loan from Banks                    | 3,521.50                 | 699.14                   |
| Vehicle loan                            | 236.55                   | 261.16                   |
| <b>Unsecured - at amortised cost</b>    |                          |                          |
| Loan from Others                        | 425.00                   | 425.00                   |
| Loan from Directors and related parties | 1,951.18                 | 2,398.22                 |
| <b>Total</b>                            | <b>6,134.23</b>          | <b>3,783.51</b>          |

Refer Note 38(D) for terms of repayment and interest rate.

Refer Note 44 for additional regulatory information required by Schedule III.

**Note :- 18 Non Current Liabilities:- Provisions** (₹ in lacs)

| Particulars                        | As at<br>31.03.2022<br>₹ | As at<br>31.03.2021<br>₹ |
|------------------------------------|--------------------------|--------------------------|
| Provision for Gratuity*            | 1,018.67                 | 974.10                   |
| Provision for Compensated Absences | 124.55                   | 120.81                   |
| <b>TOTAL</b>                       | <b>1,143.22</b>          | <b>1,094.91</b>          |

\*Refer Note 29.1

**Note :- 19 Deferred Tax Liabilities (Net)** (₹ in lacs)

| Particulars                    | As at<br>31.03.2022<br>₹ | As at<br>31.03.2021<br>₹ |
|--------------------------------|--------------------------|--------------------------|
| Deferred tax liability (net) # | 1,173.81                 | 1,111.14                 |
| <b>TOTAL</b>                   | <b>1,173.81</b>          | <b>1,111.14</b>          |

# Refer Note 36(B)

**Note :- 20 Current Borrowings** (₹ in lacs)

| Particulars                                       | As at<br>31.03.2022<br>₹ | As at<br>31.03.2021<br>₹ |
|---|--------------------------|--------------------------|
| <b>Secured</b>                                    |                          |                          |
| Working capital loan from banks                   | 3,749.99                 | 2,549.99                 |
| Cash Credit & Packing Credit with banks           | 399.25                   | 299.56                   |
| <b>Current maturities of long term borrowings</b> |                          |                          |
| Term loan / Corporate loan from banks             | 1,326.79                 | 397.51                   |
| From banks against hypothecation of vehicles      | 107.37                   | 86.97                    |
| <b>Total</b>                                      | <b>5,583.39</b>          | <b>3,334.03</b>          |

Refer Note 38(D) for terms of repayment and interest rate.

Refer Note 44 for additional regulatory information required by Schedule III.

**Note :- 21 Trade Payables** (₹ in lacs)

| Particulars  | As at<br>31.03.2022<br>₹ | As at<br>31.03.2021<br>₹ |
|--|--------------------------|--------------------------|
| Dues of micro enterprises and small enterprises                    | 0.80                     | 154.54                   |
| Dues of creditors other than micro enterprise and small enterprise | 2,727.79                 | 2,843.09                 |
| <b>Total</b>   | <b>2,728.59</b>          | <b>2,997.63</b>          |

Refer Note 44.2 for additional regulatory information required by Schedule III.

**Note :- 22 Current Financial Liabilities (Other)** (₹ in lacs)

| Particulars                        | As at<br>31.03.2022<br>₹ | As at<br>31.03.2021<br>₹ |
|------------------------------------|--------------------------|--------------------------|
| Unpaid/ Unclaimed dividend payable | 77.53                    | 71.40                    |
| Employee benefits payable          | 1,249.82                 | 1,093.65                 |
| <b>TOTAL</b>                       | <b>1,327.35</b>          | <b>1,165.05</b>          |

**Note :- 23 Other Current Liabilities** (₹ in lacs)

| Particulars             | As at<br>31.03.2022<br>₹ | As at<br>31.03.2021<br>₹ |
|-------------------------|--------------------------|--------------------------|
| Advances from customers | 394.93                   | 118.64                   |
| Statutory dues payable  | 113.81                   | 58.97                    |
| <b>TOTAL</b>            | <b>508.74</b>            | <b>177.61</b>            |

**Note :- 24 Current Liabilities:- Provisions** (₹ in lacs)

| Particulars                         | As at<br>31.03.2022<br>₹ | As at<br>31.03.2021<br>₹ |
|-------------------------------------|--------------------------|--------------------------|
| Provision for Gratuity <sup>^</sup> | 115.66                   | 87.30                    |
| Provision for compensated absences  | 13.25                    | 8.92                     |
| <b>TOTAL</b>                        | <b>128.91</b>            | <b>96.22</b>             |

<sup>^</sup>Refer Note 29.1

**Note :- 25 Revenue From Operations** (₹ in lacs)

| Particulars                                       | As at<br>31.03.2022<br>₹ | As at<br>31.03.2021*<br>₹ |
|---|--------------------------|---------------------------|
| <b>A. Revenue from contracts with customers :</b> |                          |                           |
| Sale of Products                                  | 44,819.09                | 37,932.74                 |
| <b>TOTAL (A)</b>                                  | <b>44,819.09</b>         | <b>37,932.74</b>          |
| <b>B. OTHER OPERATING REVENUE</b>                 |                          |                           |
| Scrap sales                                       | 107.37                   | 93.88                     |
| <b>TOTAL (B)</b>                                  | <b>107.37</b>            | <b>93.88</b>              |
| <b>TOTAL (A+B)</b>                                | <b>44,926.47</b>         | <b>38,026.62</b>          |

**25.1 Reconciliation of revenue recognised with contract price:** (₹ in lacs)

| Particulars                                | As at<br>31.03.2022<br>₹ | As at<br>31.03.2021<br>₹ |
|--|--------------------------|--------------------------|
| Contract price                             | 46,435.20                | 39,861.91                |
| Adjustment for Discount                    | 1,616.11                 | 1,929.18                 |
| <b>Revenue from contract with customer</b> | <b>44,819.09</b>         | <b>37,932.74</b>         |

\* Restated - Refer Note 46

**Note :- 26 Other Income** (₹ in lacs)

| Particulars   | As at<br>31.03.2022<br>₹ | As at<br>31.03.2021<br>₹ |
|---|--------------------------|--------------------------|
| Interest income   | 139.14                   | 182.71                   |
| Excess provision written back                                       | 7.13                     | -                        |
| Exchange Differences (Net)  | 505.94                   | 282.23                   |
| Fair value adjustment to derivatives not designated as hedges       | 150.12                   | -                        |
| Profit/(Loss) on sale of current investment                         | -                        | (0.85)                   |
| Gain on fair valuation of mutual fund investments measured at FVTPL | 14.52                    | 21.83                    |
| Miscellaneous Income  | 0.06                     | 13.38                    |
| <b>Total</b>  | <b>816.91</b>            | <b>499.30</b>            |

**Note :- 27 Material Consumed** (₹ in lacs)

| Particulars                                    | For the year<br>ended 31st<br>March, 2022 | For the year<br>ended 31st<br>March, 2021 |
|--|---|---|
| <b>A. RAW MATERIALS</b>                        |   |   |
| Opening Stock                                  | 3,080.65                                  | 1,770.12                                  |
| Add:- Purchases                                | 18,445.89                                 | 14,824.31                                 |
|  | <b>21,526.53</b>                          | <b>16,594.43</b>                          |
| Less:- Closing Stock                           | 5,440.89                                  | 3,080.65                                  |
| <b>Total Consumption (Raw Materials)</b>       | <b>16,085.64</b>                          | <b>13,513.79</b>                          |
| <b>B. PACKING MATERIAL</b>                     |   |   |
| Opening Stock                                  | 100.43                                    | 66.15                                     |
| Add: Purchases                                 | 682.91                                    | 539.67                                    |
|  | <b>783.33</b>                             | <b>605.82</b>                             |
| Less: Closing Stock                            | 109.12                                    | 100.43                                    |
| <b>Total Consumption (Packing Materials)</b>   | <b>674.22</b>                             | <b>505.39</b>                             |
| <b>C. STORES &amp; SPARES</b>                  |   |   |
| Opening Stock                                  | 684.95                                    | <b>621.26</b>                             |
| Add: Purchases                                 | 774.30                                    | 580.99                                    |
|  | <b>1,459.25</b>                           | <b>1,202.25</b>                           |
| Less: Closing Stock                            | 809.16                                    | 684.95                                    |
| <b>Total Consumption (Stores &amp; Spares)</b> | <b>650.09</b>                             | <b>517.30</b>                             |
| <b>Total Consumption</b>                       | <b>17,409.95</b>                          | <b>14,536.48</b>                          |

**Note :- 28 Changes in Inventories**

(₹ in lacs)

| Particulars                          | For the year ended 31st March, 2022 | For the year ended 31st March, 2021 |
|--------------------------------------|-------------------------------------|-------------------------------------|
| <b>Opening stock</b>                 |                                     |                                     |
| Finished goods                       | 2,804.37                            | 2,018.04                            |
| Work - in - progress                 | 877.81                              | 756.72                              |
| Stock-in trade                       | 2,121.87                            | 2,067.74                            |
| <b>Total (Opening Stock)</b>         | <b>5,804.06</b>                     | <b>4,842.50</b>                     |
| <b>Less: Closing Stock</b>           |                                     |                                     |
| Finished goods                       | 3,252.65                            | 2,804.37                            |
| Work - in - progress                 | 514.32                              | 877.81                              |
| Stock-in trade                       | 2,355.60                            | 2,121.87                            |
| <b>Total (Closing Stock)</b>         | <b>6,122.57</b>                     | <b>5,804.06</b>                     |
| <b>(Increase)/ decrease in stock</b> | <b>(318.51)</b>                     | <b>(961.56)</b>                     |

**Note :- 29 Employee Benefits Expenses**

(₹ in lacs)

| Particulars                               | For the year ended 31st March, 2022 | For the year ended 31st March, 2021 |
|---|-------------------------------------|-------------------------------------|
| Salaries, wages and bonus                 | 8,031.28                            | 6,957.23                            |
| Contribution to provident and other funds | 249.56                              | 262.76                              |
| Gratuity                                  | 139.41                              | 132.10                              |
| Staff welfare expenses                    | 198.23                              | 140.74                              |
| <b>Total</b>                              | <b>8,618.48</b>                     | <b>7,492.83</b>                     |

**29.1 Disclosure as per Indian Accounting Standard - 19 on 'Employee Benefits'**
**Leave Obligations:**

The leave obligations cover the Company's liability for earned leave which are classified as other long-term benefits.

Leave obligations expected to be settled within the next 12 months - Rs. 124.55 lakhs (31 March, 2021: Rs. 120.81 lakhs)

Leave obligations not expected to be settled within the next 12 months - Rs. 13.25 lakhs (31 March, 2021: Rs. 8.92 lakhs)

**Post-employment obligations (Gratuity)**

The Company provides for gratuity for employees in India as per the Payment of Gratuity Act, 1972. Employees who are in continuous service for a period of 5 years are eligible for gratuity. The amount of gratuity payable on retirement/termination is the employees last drawn basic salary per month computed proportionately for 15 days salary multiplied for the number of years of service. The gratuity plan is unfunded.

**Defined contribution plans:**

The Company also has a certain defined contribution plan. Contributions are made to provident fund in India for employees at the rate of 12% of basic salary as per regulations. The contributions are made to registered provident fund administered by the government. The obligation of the Company is limited to the amount contributed and it has no further contractual nor any constructive obligation. The expense recognised during the period towards defined contribution plan is Rs. 239.76 lakhs (31 March 2021 – Rs. 224.55 lakhs).

**Actuarial Assumptions:** (₹ in lacs)

| Particulars             | 2021-2022      | 2020-2021      |
|-------------------------|----------------|----------------|
| Discount Rate           | 7.11%          | 6.68%          |
| Future Salary Increases | 4%             | 4%             |
| Attrition rate          | 1%-5%          | 1%-5%          |
| Mortality table         | IALM (2012-14) | IALM (2012-14) |

**A. Changes in present value of defined benefit obligations** (₹ in lacs)

| Particulars   | 31.03.2022 | 31.03.2021 |
|---|------------|------------|
| Present Value of obligation as at the beginning of the year | 1,061.39   | 1,019.80   |
| Interest cost   | 65.43      | 65.14      |
| Past Service Cost   | 27.73      | (21.08)    |
| Current Service Cost  | 73.98      | 66.96      |
| Benefits Paid   | (163.85)   | (134.95)   |
| Actuarial (Gain) / loss on obligation                       | 69.64      | 65.52      |
| Present value of obligation as at the end of year           | 1,134.33   | 1,061.39   |

Enterprise best estimate for expense next year is Rs. 567.16 lakhs (31 March, 2021: Rs. 530.70 lakhs)

(₹ in lacs)

| Particulars              | 31.03.2022      | 31.03.2021      |
|--------------------------|-----------------|-----------------|
| Current Liabilities      | 115.66          | 87.30           |
| Non- current Liabilities | 1,018.67        | 974.10          |
| <b>TOTAL</b>             | <b>1,134.33</b> | <b>1,061.39</b> |

**B. Amount recognized in Statement of Profit & Loss** (₹ in lacs)

| Particulars  | 31.03.2022 | 31.03.2021 |
|--|------------|------------|
| Amount included in Profit and loss                   |            |            |
| Current Service Cost                                 | 73.98      | 66.96      |
| Interest Cost(income)                                | 65.43      | 65.14      |
| Net actuarial (gain) / loss recognised in the period | 69.64      | 65.52      |
| Net amount recognized in P&L                         | 139.41     | 132.10     |
| Net amount recognized in OCI and P&L                 | 209.05     | 197.63     |

**Sensitivity Analysis:**

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation by the amounts shown below:

(₹ in lacs)

| Particulars  | 2021-2022       | 2020-2021       |
|--|-----------------|-----------------|
| <b>a) Impact of the change in discount rate</b>      |                 |                 |
| Present Value of Obligation at the end of the period | <b>1,134.33</b> | <b>1,061.39</b> |
| Impact due to increase of 1 % (DBO)                  | 1,047.55        | 979.21          |
| Impact due to decrease of 1 % (DBO)                  | 1,233.94        | 1,156.02        |
| <b>b) Impact of the change in salary increase</b>    |                 |                 |
| Present Value of Obligation at the end of the period | <b>1,134.33</b> | <b>1,061.39</b> |
| Impact due to increase of 1 % (DBO)                  | 1,242.83        | 1,163.85        |
| Impact due to decrease of 1 % (DBO)                  | 1,038.55        | 971.20          |

The above sensitivity analyses are based on a change in an assumption while holding all other assumptions constant. In practice, this is unlikely to occur, and changes in some of the assumptions may be correlated. The methods and types of assumptions used in preparing the sensitivity analysis did not change compared to the prior period.

Sensitivities due to mortality & withdrawals are not material & hence impact of change not calculated.

**Risk Exposure:**

Through its defined benefit plan, the Company is exposed to a number of risks, the most significant of which are detailed below:

1. Changes in bond yields: A decrease in bond yields will increase plan liabilities
2. Longevity risk: The present value of the defined benefit plan liability is calculated by reference to the best estimate of the mortality of plan participants both during and after their employment. An increase in the life expectancy of the plan participants will increase the plan's liability.
3. Salary growth risk: The present value of the defined benefit plan liability is calculated by reference to the future salaries of plan participants. An increase in the salary of the plan participants will increase the plan's liability.

(₹ in lacs)

| Maturity profile  | 2021-2022     | 2020-2021     |
|-------------------|---------------|---------------|
| Less than 1 year  | 115.66        | 87.30         |
| Between 1-2 years | 79.82         | 115.13        |
| Between 2-5 years | 248.94        | 240.09        |
| Over 5 years      | 523.59        | 447.04        |
| <b>Total</b>      | <b>968.01</b> | <b>889.56</b> |

The weighted average duration of the defined benefit obligations in 12.38 years (31 March, 2021: 12.42 years)

**Note :- 30 Finance Cost**

(₹ in lacs)

| Particulars                                 | Year ended<br>March 31, 2022 | Year ended<br>March 31, 2021 |
|---|------------------------------|------------------------------|
| Interest on Loan                            | 681.31                       | 768.50                       |
| Less: Interest capitalized during the year* | (44.60)                      | -                            |
|   | <b>636.71</b>                | <b>768.50</b>                |
| Interest on Lease liabilities               | 16.28                        | 18.28                        |
| Other Finance cost                          | 48.42                        | 53.26                        |
| <b>TOTAL</b>                                | <b>701.41</b>                | <b>840.04</b>                |

\*The capitalisation rate used to determine the amount of borrowing costs to be capitalised is in range of 1.87% p.a. to 1.98% p.a on foreign currency term loan.

**Note :- 31 Depreciation and Amortisation Expense**

(₹ in lacs)

| Particulars                         | Year ended<br>March 31, 2022 | Year ended<br>March 31, 2021 |
|-------------------------------------|------------------------------|------------------------------|
| Depreciation on tangible assets     | 1,876.12                     | 1,799.12                     |
| Amortisation on intangible assets   | 16.12                        | 18.63                        |
| Depreciation of right-of-use assets | 182.55                       | 179.17                       |
| <b>Total</b>                        | <b>2,074.79</b>              | <b>1,996.92</b>              |

**NOTE :-32 Other Expenses**

(₹ in lacs)

| Particulars                                  | For the year<br>ended<br>March 31 2022 | For the year<br>ended<br>March 31 2021* |
|--|--|---|
| Power expenses                               | 1,311.02                               | 1,234.91                                |
| Rent   | 207.22                                 | 175.30                                  |
| Repair and Maintenance of Building           | 88.27                                  | 84.65                                   |
| Repair and Maintenance of Machinery          | 123.92                                 | 126.72                                  |
| Repair and Maintenance of Other Assets       | 143.69                                 | 149.34                                  |
| Repair and Maintenance of Vehicles           | 45.17                                  | 44.26                                   |
| Insurance                                    | 123.54                                 | 128.38                                  |
| Rates and taxes                              | 8.29                                   | 12.04                                   |
| Travelling expenses                          | 253.55                                 | 114.78                                  |
| Auditor's remuneration                       |  |   |
| - Audit fees                                 | 15.01                                  | 6.00                                    |
| - Tax audit fees                             | 1.25                                   | 2.00                                    |
| Legal & professional fees                    | 219.25                                 | 198.90                                  |
| Bank charges                                 | 121.14                                 | 74.23                                   |
| Advertisement                                | 133.70                                 | 46.18                                   |
| Commission & brokerage                       | 169.68                                 | 155.30                                  |
| Freight & transportation                     | 2,644.19                               | 1,520.76                                |
| Printing & stationery                        | 40.21                                  | 34.00                                   |
| Telephone, Postage and communication charges | 50.24                                  | 46.91                                   |
| Bad Debts                                    | 9.95                                   | 3.45                                    |
| Miscellaneous expenses                       | 800.89                                 | 635.60                                  |
| Loss on Sale of Assets                       | (0.25)                                 | 118.54                                  |
| Corporate social responsibility expenditure  | 100.89                                 | 68.02                                   |
| <b>Total</b>                                 | <b>6,610.85</b>                        | <b>4,980.28</b>                         |

\* Restated - Refer Note 46

**Note :- 33 Contingent liabilities, contingent assets and commitments**

Disclosure as per Ind AS 37 Provisions, Contingent Liabilities & Contingent Assets

**a) Contingent liabilities :-**

(₹ in lacs)

| Particulars           | 2021-22     | 2020-21     |
|-----------------------|-------------|-------------|
| Performance guarantee | 7.63        | 1.52        |
| <b>Total</b>          | <b>7.63</b> | <b>1.52</b> |

The Group neither had any contingent assets as on March 31, 2022 nor as on March 31, 2021

**B) Commitments :-**

(₹ in lacs)

| Particulars   | 2021-22 | 2020-21 |
|---|---------|---------|
| Estimated amount of contracts remaining to be executed on capital account for property, plant and equipment (net of advances) | 551.73  | 249.28  |

**Note :- 34 Events occurring after the reporting period**

The Board of Directors of the Holding Company have proposed a dividend of Rs. 6/- per share for the financial year 2021-22 (31 March, 2021: Rs 5 per share)

**Note :- 35 Disclosure as per by Indian Accounting Standard 24 “Related Party Disclosures” :**

**A. Names of the related party and description of relationship:**

| Other Related Parties   | Relationship   |
|---|--|
| Mr. Sukhpal Singh Sethi, Whole Time Director                    | Key Managerial Personnel   |
| Mr. Amarpal Sethi, Chairman and Managing Director               |  |
| Mr. Sonopal Sethi, Joint Managing Director                      |  |
| Mr. Rishipal Sethi, Joint Managing Director                     |  |
| Mr. Joe Paul, Whole Time Director                               |  |
| Mr. Karanpal Sethi, Whole Time Director                         |  |
| Ms. Shirley Paul, Whole Time Director                           |  |
| Mr. Amit Sethi  | Relatives of Key Management Personnel  |
| Mrs. Davinder Sethi   |  |
| Mrs. Inderjeet Sethi  |  |
| Mrs. Nirmal Sethi   |  |
| Mrs. Kamalpreet Sethi   |  |
| Mrs. Roshni Sethi   |  |
| Mrs. Saba Sethi   |  |
| Prominent Infrastructure Private Limited<br>Karishma Investment | Enterprises over which Key Management personnel are able to exercise significant influence |

**B. Transactions with Related Parties**

(₹ in lacs)

| Nature of Transaction         | (a) Key Management Personnel |         | (b) Relatives of Key Management Personnel |         | (c) Enterprises over which Key Management personnel are able to exercise significant influence |         |
|-------------------------------|------------------------------|---------|---|---------|--|---------|
|                               | 2021-22                      | 2020-21 | 2021-22                                   | 2020-21 | 2021-22  | 2020-21 |
| Remuneration                  | 918.48                       | 759.08  | -   | -       | -  | -       |
| Rent                          | 5.93                         | 5.93    | 2.87                                      | 2.87    | 197.95   | 194.01  |
| Interest                      | 173.08                       | 176.02  | -   | -       | 59.79  | 126.55  |
| Dividend Paid                 | 289.05                       | 115.44  | 142.45                                    | 56.76   | -  | -       |
| Loan Received during the year | 45.25                        | 108.29  | -   | -       | 59.22  | 75.42   |
| Loan Repaid during the year   | 40.75                        | 107.75  | -   | -       | 510.76   | 422.11  |

**Footnote:**

1. Post employment benefits have been provided at gross level on totality basis and not available at individual employee level.
2. Transactions relating to dividends were on the same terms and conditions that applied to other shareholders.
3. All other transactions were made on normal commercial terms and conditions and at market rates.

**C. Outstanding Balances with related parties** (₹ in lacs)

| Particulars  | 2021-22  | 2020-21  |
|--|----------|----------|
| Trade Payable  |          |          |
| -To Relative of Key Management Personnel   | 0.22     | 0.22     |
| Employee Benefits payable  |          |          |
| -To Key Management Personnel   | 153.32   | 131.99   |
| Loan Payable   |          |          |
| -To Key Management Personnel   | 1,576.73 | 1,572.23 |
| -To Enterprises over which Key Management personnel are able to exercise significant influence | 374.44   | 825.98   |

All outstanding balances are unsecured and to be settled in cash

**Note :- 36 Disclosures as per Ind-AS 12: Deferred Taxes**
**(A) Components of Tax Expense :**

(₹ in lacs)

| Particulars   | For the year ended 31st March 2022 | For the year ended 31st March 2021 |
|---|------------------------------------|------------------------------------|
| Current tax   |                                    |                                    |
| Total Current tax expense recognised in the current year  | 2,493.51                           | 2,192.36                           |
| Deferred tax  |                                    |                                    |
| Total Deferred tax expense recognised in the current year | 80.20                              | 52.10                              |
| <b>Total Tax expense recognised in the current year</b>   | <b>2,573.71</b>                    | <b>2,244.46</b>                    |

**(B) The major components of deferred tax assets/ (liabilities) in relation to : (₹ in lacs)**

| Particulars                                 | Opening balance   | Recognised in profit & loss | Recognised in other comprehensive income | Closing balance   |
|---|-------------------|-----------------------------|--|-------------------|
| Property, Plant & equipment                 | (1,576.01)        | (111.97)                    | -  | (1,687.98)        |
| <b>Deferred Tax Liabilities (A)</b>         | <b>(1,576.01)</b> | <b>(111.97)</b>             | -  | <b>(1,687.98)</b> |
| Accrued expense deductible on payment basis | 155.77            | 30.00                       | -  | 185.78            |
| Allowance for bad debts                     | 9.89              | (1.09)                      | -  | 8.20              |
| Provision for employee benefits             | 299.81            | 2.86                        | 17.53                                    | 320.20            |
| <b>Deferred Tax Assets (B)</b>              | <b>465.47</b>     | <b>31.77</b>                | <b>17.53</b>                             | <b>514.17</b>     |
| <b>Net Deferred tax Liability (A+B)</b>     | <b>(1,110.54)</b> | <b>(80.20)</b>              | <b>17.53</b>                             | <b>(1,173.81)</b> |

**(c) Reconciliation of tax expense and the accounting profit multiplied by domestic tax rate applicable in India :** (₹ in lacs)

| Geography   | 2021-22  | 2020-21  |
|---|----------|----------|
| Profit before tax   | 9,458.05 | 8,734.10 |
| Applicable Corporate tax rate as per Income Tax Act, 1961 | 25.17%   | 25.17%   |
| Tax on accounting profit                                  | 2,380.59 | 2,198.37 |
| Increase/ (reduction) in tax on account of :              |          |          |
| Effect of non deductible expenses                         | 25.40    | 17.12    |
| Effect of different tax rates in components               | 92.73    | 23.13    |
| Others  | 75.00    | 5.84     |
| Tax expense recognised during the year                    | 2,573.71 | 2,244.46 |
| Effective tax rate (%)                                    | 27.21%   | 25.70%   |

**Note :- 37 Disclosures as per IND AS 115 Revenue from contract with customers**

**1. Nature of Goods and services**

The revenue of the Group comprises of income from Business of Industrial rubber products. The following is a description of principal activities:

Manufacturing of rubber V-belts & related mechanical transmissions products.

**2. The Group disaggregates revenue from contracts with customers by geography**

Revenue disaggregation by geography is as follows:

| Geography     | For the year ended 31 March, 2022 | For the year ended 31 March, 2021 |
|---------------|-----------------------------------|-----------------------------------|
| India         | 17,657.13                         | 16,817.07                         |
| Outside India | 27,161.96                         | 21,115.67                         |
| Total         | 44,819.09                         | 37,932.74                         |

**3. Information about major customers**

No single customer represents 10% or more of the Group's total revenue during the year ended March 31, 2022 and March 31, 2021.

**NOTE :- 38 Financial Instruments and related disclosures**  
**(A) Categories of Financial Instruments**

(₹ in lacs)

| Description  | 31.03.2022 |        |                |                      |                  | 31.03.2021 |        |                |                      |                  |
|--|------------|--------|----------------|----------------------|------------------|------------|--------|----------------|----------------------|------------------|
|  | FVTPL      | FVTOCI | Amortised Cost | Total carrying value | Total fair value | FVTPL      | FVTOCI | Amortised Cost | Total carrying value | Total fair value |
| <b>Financial Assets</b>                            |            |        |                |                      |                  |            |        |                |                      |                  |
| Investments  | 450.72     | -      | -              | -                    | 450.72           | 436.20     | -      | -              | -                    | 436.20           |
| Cash and cash equivalents                          | -          | -      | 2,440.34       | 2,440.34             | -                | -          | -      | 1,007.78       | 1,007.78             | -                |
| Bank Balances Other than Cash and Cash Equivalents | -          | -      | 762.28         | 762.28               | -                | -          | -      | 475.35         | 475.35               | -                |
| Loans  | -          | -      | 30.70          | 30.70                | -                | -          | -      | 438.80         | 438.80               | -                |
| Other Financial Assets                             | -          | -      | 305.53         | 305.53               | -                | -          | -      | 264.11         | 264.11               | -                |
| Trade receivables                                  | -          | -      | 9,544.96       | 9,544.96             | -                | -          | -      | 8,153.61       | 8,153.61             | -                |
| <b>Financial Liabilities</b>                       |            |        |                |                      |                  |            |        |                |                      |                  |
| Borrowings   | 4,193.57   | -      | 7,524.05       | 7,524.05             | 4,193.57         | -          | -      | 7,117.55       | 7,117.55             | -                |
| Trade Payables                                     | -          | -      | 2,728.59       | 2,728.59             | -                | -          | -      | 2,997.63       | 2,997.63             | -                |
| Lease liabilities                                  | -          | -      | 80.66          | 80.66                | -                | -          | -      | 262.37         | 262.37               | -                |
| Other Financial Liabilities                        | -          | -      | 1,327.35       | 1,327.35             | -                | -          | -      | 1,165.05       | 1,165.05             | -                |

The management of the Holding Company assess that Cash and cash equivalents, Other balances with banks, Loans, Trade receivables, other financial assets, Borrowings, Trade payables, Lease liabilities and Other financial liabilities carried at amortised cost approximate their carrying amounts largely due to the short-term maturities of these instruments.

**(B) Fair Value hierarchy**

(₹ in lacs)

| Particulars                          | Level 1        |                | Level 2        |                | Level 3        |                |
|--------------------------------------|----------------|----------------|----------------|----------------|----------------|----------------|
|                                      | 31 March, 2022 | 31 March, 2021 | 31 March, 2022 | 31 March, 2021 | 31 March, 2022 | 31 March, 2021 |
| <b>Financial Assets</b>              |                |                |                |                |                |                |
| At fair value through profit or loss | -              | -              | -              | -              | -              | -              |
| - Investments                        | 450.72         | 436.20         | -              | -              | -              | -              |
| <b>Financial Liabilities</b>         |                |                |                |                |                |                |
| At fair value through profit or loss | -              | -              | -              | -              | -              | -              |
| - Borrowings                         | -              | -              | 4,193.57       | -              | -              | -              |

The accounting classification of each category of financial instrument, their carrying amount and fair value are as follows :-

**Fair Valuation Techniques**

The fair values of the financial assets and liabilities are included at the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The following methods and assumptions were used to estimate the fair values:

- The fair value of mutual funds are based on price quotations at the reporting date.
- The Holding Company has entered into derivative financial instrument with a counterparty, principally with bank. The derivative contract has been valued using valuation techniques, which employs the use of market observable inputs.

**Fair Value Hierarchy**

Fair Values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows

Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities.

Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.

Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

**(C) Offsetting Financial Liabilities**

The Holding Company was sanctioned floating interest rate loan in USD aggregating to \$6,040,934 which was structured and swapped to fixed interest rate loan in Euro aggregating to €5,201,075 in following five tranches drawn as under :-

| Tranche      | Drawdown Date | USD Loan (Floating Rate) | Euro Loan (Fixed Rate) |
|--------------|---------------|--------------------------|------------------------|
| Tranche 1    | 09-Apr-21     | \$13,44,809              | € 11,31,042            |
| Tranche 2    | 25-May-21     | \$9,60,000               | € 7,83,354             |
| Tranche 3    | 30-Jul-21     | \$10,00,000              | € 8,39,913             |
| Tranche 4    | 20-Jan-22     | \$9,89,938               | € 9,04,879             |
| Tranche 5    | 24-Mar-22     | \$17,46,187              | € 15,41,887            |
| <b>Total</b> |               | <b>\$60,40,934</b>       | <b>€ 52,01,075</b>     |

Aforementioned loan arrangement in USD and swap deal in Euro has been accounted as two separate contracts in accordance with Ind AS 109 pertaining to Financial Instruments. Since the swap deal involves net settlement, the outstanding loan in USD has been offset against the Mark to Market Gain on the Euro swap deal as under:

|            | Effects of offsetting on the balance sheet as on 31 March, 2022 |                              |  |   |
|------------|---|------------------------------|--|---|
|            | Gross Amount (USD)  | Gross Amount (Amt. in lakhs) | MTM Gain set off (Refer Note 26) (Amt. in lakhs) | Net Amount Presented in Balance Sheet (Amt. in lakhs) |
| Borrowings | \$57,34,933   | 4,343.69                     | 150.12   | 4,193.57  |

There were no offsetting financial liabilities as on 31 March, 2021.

#### (D) Nature of securities and terms of repayment of Loans

i. The terms of repayment of term loans are stated as under:

| Particulars  | Terms of repayment   |
|--|--|
| Foreign currency term loan from a bank, balance outstanding amounting to \$12.20 lakhs (31 March, 2021: NIL) | Repayable in 54 monthly instalment starting from November 2021 and last installment due in April 2026. Rate of interest 1.87% p.a. to 1.98% p.a (31st March, 2021 : NIL) |
| Foreign currency term loan from a bank, balance outstanding amounting to \$8.71 lakhs (31 March, 2021: NIL)  | Repayable in 54 monthly instalment starting from November 2021 and last installment due in April 2026. Rate of interest 1.77% p.a. to 1.85% p.a (31st March, 2021 : NIL) |
| Foreign currency term loan from a bank, balance outstanding amounting to \$9.07 lakhs (31 March, 2021: NIL)  | Repayable in 54 monthly instalment starting from November 2021 and last installment due in April 2026. Rate of interest 1.77% p.a. to 1.88% p.a (31st March, 2021 : NIL) |
| Foreign currency term loan from a bank, balance outstanding amounting to \$17.46 lakhs (31 March, 2021: NIL) | Repayable in 54 monthly instalment starting from August 2022 and last installment due in January 2028. Rate of interest 1.40% p.a. (31st March, 2021 : NIL)              |
| Foreign currency term loan from a bank, balance outstanding amounting to \$9.90 lakhs (31 March, 2021: NIL)  | Repayable in 54 monthly instalment starting from August 2022 and last installment due in January 2028. Rate of interest 1.40% p.a (31st March, 2021 : NIL)               |
| Term loan from a bank, balance outstanding amounting to Rs. 699.14 lakhs (31 March, 2021: NIL)               | Repayable in 33 monthly instalment starting from May 2021 and last installment due in January 2024. Rate of interest 6.75% p.a (31st March, 2021 : NIL)                  |
| Term loan from a bank, balance outstanding amounting to NIL (31 March, 2021: Rs. 1,105.40 lakhs)             | Term loan carrying an interest rate of 9.45% p.a. repaid in current year   |

The above loans are secured by:

1st Pari passu charge on fixed assets (movable and immovable) of the Company by way of Equitable Mortgage located at

- I. Plot no J-7, MIDC Hingna Road, Nagpur - Unit No.1
- II. K-36,K-37/38 at MIDC , Hingna Road, Nagpur- Unit No.2
- III. Khasra No. 55 & 57, Nagalwadi, Tahsil Hingna, Nagpur-Mixing Plant,
- IV. Khasra No.45, 46/2, 48,25, 46/1,47, Mauza, Nagalwadi.

2nd pari passu charge by way of hypothecation of residual value of hypothecation of entire current assets of the Company including raw material, finished goods, stock-in-process at the company's factory premises or at such places as may be approved by the Bank from time to time including stock - in-transit, book debts, receivables under multiple banking arrangement.

ii. The terms of repayment of vehicle loans are stated as under:

(₹ in lacs)

| Particulars   | As at 31.03.2022 | As at 31.03.2021 |
|---|------------------|------------------|
| <b>Vehicle Loans from HDFC bank:</b>  |                  |                  |
| (a) Loan- I: Repayable in remaining 10 monthly installments upto 07/01/2023 (31 March, 2021: Repayable in 22 monthly installments upto 07/01/2023) carrying an interest rate of 8.40% p.a (31 March, 2021: 8.40% p.a)       | 17.77            | 37.52            |
| (b) Loan- II: Repayable in remaining 29 monthly installments upto 07/08/2024 (31 March, 2021: Repayable in 41 monthly installments upto 07/08/2024) carrying an interest rate of 7.80% p.a (31 March, 2021: 7.80% p.a)      | 23.07            | 31.42            |
| (c) Loan- III: Repayable in remaining 19 monthly installments upto 07/10/2023 (31 March, 2021: Repayable in 31 monthly installments upto 07/10/2023) carrying an interest rate of 7.75% p.a (31 March, 2021: 7.75% p.a)     | 30.61            | 48.10            |
| (d) Loan- IV: Repayable in remaining 25 monthly installments upto 07/04/2024 (31 March, 2021: Repayable in 37 monthly installments upto 07/04/2024) carrying an interest rate of 7.35% p.a (31 March, 2021: 7.35% p.a)      | 23.38            | 33.40            |
| <b>Vehicle Loans from others:</b>   |                  |                  |
| <b>Daimler Financial Services</b>   |                  |                  |
| (a) Loan- I: Repayable in remaining 24 monthly installments upto 18/03/2024 (31 March, 2021: Repayable in 36 monthly installments upto 18/03/2024) carrying an interest rate of 10.50% p.a (31 March, 2021: 10.50% p.a)     | 40.33            | 45.42            |
| (b) Loan- II: Repayable in remaining 17 monthly installments of upto 13/08/2023 (31 March, 2021: Repayable in 29 monthly installments upto 13/08/2023) carrying an interest rate of 10.10% p.a (31 March, 2021: 10.10% p.a) | 45.34            | 51.62            |
| (c) Loan- III: Repayable in remaining 18 monthly installments upto 07/09/2023 (31 March, 2021: Repayable in 30 monthly installments upto 07/09/2023) carrying an interest rate of 9.00% p.a (31 March, 2021: 9.00% p.a)     | 53.28            | 59.22            |
| (d) Loan-IV: Repayable in remaining 26 monthly installments of upto 08/05/2024 (31 March, 2021: Repayable in 38 monthly installments upto 08/05/2024) carrying an interest rate of 8.82% p.a (31 March, 2021: 8.82% p.a)    | 61.65            | -                |
| <b>Kotak Mahindra Prime Ltd.</b>  |                  |                  |
| (a) Loan - I: Repayable in remaining 21 monthly installments upto 05/12/2023 (31 March, 2021: Repayable in 33 monthly installments upto 05/12/2023) carrying an interest rate of 7.77% p.a (31 March, 2021: 7.77% p.a)      | 18.25            | 27.61            |
| (b) Loan - II: Repayable in remaining 21 monthly installments upto 05/12/2023 (31 March, 2021: Repayable in 33 monthly installments upto 05/12/2023) carrying an interest rate of 7.77% p.a (31 March, 2021: 7.77% p.a)     | 9.12             | 13.81            |
| (c) Loan - III: Repayable in remaining 30 monthly installments upto 05/12/2023 (31 March, 2021: Repayable in 42 monthly installments upto 05/12/2023) carrying an interest rate of 7.63% p.a (31 March, 2021: 7.63% p.a)    | 21.12            | -                |
|   | <b>343.92</b>    | <b>348.13</b>    |

**Vehicle loans are secured against hypothecation of vehicles.**

iii. Terms of repayment of Unsecured Loans

These loans carries an interest rate of 9% to 11.50% (31 March, 2021: 10.50% to 13%) and is repayable in March 2024.

iv. Security and terms of repayment of working capital loans

(a) Working capital loans are secured by:

1) 1st pari passu charge by way of hypothecation of entire current assets of the Company including raw materials, finished goods, stock-in-process at the Company's factory premises or at such places as may be approved by the Bank from time to time including stocks-in-transit, book debts, receivables, on pari passu basis under multiple banking arrangement.

2) 2<sup>nd</sup> pari passu charge on entire fixed assets (movable and immovable) of the Company by way of Equitable Mortgage located at

- i) Plot no J-7, MIDC Hingna Road, Nagpur - Unit NO.1
- ii) K-36,K-37/38 at MIDC , Hingna Road, Nagpur- Unit NO.2
- iii) Khasra No. 55 & 57, Nagalwadi, Tahsil Hingna. Dist. Nagpur Mixing Plant
- iv) Khasra No.45, 46/2, 48,25, 46/1,47, Mauza, Nagalwadi.

(b) Working capital loans from banks are repayable on demand

(c) Working capital loans from banks carry an interest rate of 6.00% to 8.00% (31 March, 2021: 6.00% to 9.00%)

**(E) Financial Risk Management**

The Group's activities are exposed to variety of financial risks. The key financial risks include market risk, credit risk and liquidity risk. The Group's focus is to foresee the unpredictability of financial markets and seek to minimise potential adverse effects on its financial performance. The Board of Directors of Holding Company reviews and approves policies for managing these risks. The risks are governed by appropriate policies and procedures and accordingly financial risks are identified, measured and managed in accordance with the Group's policies and risk objectives.

**(i) CREDIT RISK**

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Group is exposed to credit risk for trade receivables, cash and cash equivalents, investments, other bank balances, loans and other financial assets. The Group only deals with parties which have good credit rating/ worthiness given by external rating agencies or based on Company's internal assessment.

Credit risk on trade receivables and contract assets are managed by the Group's established policy, procedures and control relating to customer credit risk management. Credit quality of a customer is assessed and individual credit limits are defined in accordance with this assessment. Moreover, given the diverse nature of the Group's businesses, trade receivables and contract assets are spread over a number of customers. No single customer accounted for 10% or more of the trade receivables in any of the years presented.

For trade receivables, as a practical expedient, the Group computes credit loss allowance based on a provision matrix. The provision matrix is prepared based on historically observed default rates over the expected life of trade receivables and is adjusted for forward-looking estimates.

For Mutual Fund Investments, counterparty risk are in place to limit the amount of credit exposure to any one counterparty. This, therefore, results in diversification of credit risk for Group's mutual fund investments.

The Credit risk on mutual fund investments, cash and cash equivalents, and other bank balances are limited as the counterparties are banks and fund houses with high-credit ratings assigned by credit rating agencies.

The carrying amount of maximum exposure to credit risk. The concentration of credit risk is limited due to the customer base being large and respective financial assets recognised in the financial statements, represents the Group's unrelated. Of the trade receivables balance at the end of the year, there are no customer accounting for more than 10% of the trade receivable as at March 31, 2022.

The Group establishes an allowance for impairment that represents its estimate of incurred losses in respect of trade and other receivables. Receivables from customers are reviewed/evaluated periodically by the management of each entity of the company and appropriate provisions are made to the extent recovery there against has been considered to be remote.

### (ii) Liquidity Risk

Liquidity risk is defined as the risk that the Group will not be able to settle or meet its obligations on time or at a reasonable price. The Group's objective is to maintain optimum level of liquidity to meet its cash and collateral requirements at all times. The Group relies on borrowings and internal accruals to meet its fund requirement. The current committed line of credit are sufficient to meet its short to medium term fund requirement. The Group manages liquidity risk by maintaining sufficient cash and marketable securities and by having access to funding through an adequate amount of committed credit lines.

### Contractual Maturities of Financial Liabilities

| Contractual maturities of financial liabilities | 31-Mar-22<br>Contractual cash flows |                  |           | 31-Mar-21<br>Contractual cash flows |                  |          |
|---|-------------------------------------|------------------|-----------|-------------------------------------|------------------|----------|
|   | Less than 1 year                    | More than 1 year | Total     | Less than 1 year                    | More than 1 year | Total    |
| Borrowings                                      | 5,583.39                            | 6,134.23         | 11,717.62 | 3,334.03                            | 3,783.51         | 7,117.55 |
| Lease Liabilities                               | 80.66                               | -                | 80.66     | 181.71                              | 80.66            | 262.37   |
| Trade Payables                                  | 2,728.59                            | -                | 2,728.59  | 2,997.63                            | -                | 2,997.63 |
| Other Financial Liabilities                     | 1,327.35                            | -                | 1,327.35  | 1,165.05                            | -                | 1,165.05 |

### (iii) Market Risk

Market risk is the risk or uncertainty arising from possible market fluctuations resulting in variation in the fair value of future cash flows of a financial instrument. The major components of Market risks are currency risk, interest rate risk and other price risk. Financial instruments affected by market risk includes trade receivables, borrowings, investments and trade and other payables.

**(a) Interest Rate Risk**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rate. There is nominal amount of interest income but significant interest expenses are incurred by the Group on borrowed funds. In order to minimize the interest cost, interest reset options is opted and a regular pursuance is made with financial institutions/commercial banks to lower down the interest rates as per prevailing market trend. The policies is designed to optimise the use of available funds for repayment of loans and other payment obligations so that funds are not remained idle with the Group.

The Group's exposure in market risk relating to change in interest rate primarily arises from floating rate borrowing with banks. The Group maintains a portfolio mix of fixed and floating rate borrowings. During the current year, the Holding Company has structured and swapped floating interest rate loan to fixed interest rate loan. Refer Note 38(C).

Further there are deposits with banks which are for short term period and are exposed to interest rate risk, falling due for renewal. These deposits are however generally for trade purposes as such do not cause material implication.

**(b) Foreign currency risk**

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Group's exposure to the risk of changes in foreign exchange rates relates primarily to the Group's foreign currency borrowings, trade receivables and trade payables.

The Group has adopted a comprehensive risk management review system wherein actively engage in forward contracts its foreign exchange exposures within defined parameters through forward contracts. The Group periodically reviews its risk management initiatives and manages this forex risk using derivatives, wherever required, to mitigate or eliminate the risk.

The Group has not taken any forward contract during the current year and also there were no outstanding forward contract as on 31 March, 2022.

**Details of forward contracts outstanding as at 31 March, 2021:**

| Bank  | Currency | No. of contracts | Amount in foreign currency | Amount in Rs Lakhs | Buy/Sell | Cross currency |
|-------|----------|------------------|----------------------------|--------------------|----------|----------------|
| KOTAK | USD      | 3                | 7,10,000                   | 522.00             | Sell     | Rupees         |
| HDFC  | GBP      | 1                | 75,000                     | 78.00              | Sell     | Rupees         |
| HDFC  | EURO     | 5                | 2,45,000                   | 219.00             | Sell     | Rupees         |

The carrying amount of various unhedged exposures to foreign currency as at the end of the reporting period are as follows:

| Particulars                      | (Amount in Foreign Currency) |                       | (₹ in lacs)           |                       |
|----------------------------------|------------------------------|-----------------------|-----------------------|-----------------------|
|                                  | As at 31st March 2022        | As at 31st March 2021 | As at 31st March 2022 | As at 31st March 2021 |
| <b>Trade Payables</b>            |                              |                       |                       |                       |
| USD                              | 4,71,568                     | 4,69,922              | 357.50                | 345.41                |
| <b>Borrowings</b>                |                              |                       |                       |                       |
| USD                              | 57,34,933                    | -                     | 4,193.57              | -                     |
| <b>Cash and Cash equivalents</b> |                              |                       |                       |                       |
| USD                              | 20,17,532                    | 6,10,695              | 1,529.49              | 448.89                |
| Euro                             | 5,82,654                     | 74,494                | 493.28                | 64.14                 |
| GBP                              | 95,666                       | 35,588                | 95.24                 | 35.93                 |
| <b>Trade Receivables</b>         |                              |                       |                       |                       |
| USD                              | 66,41,753                    | 56,70,586             | 5,035.11              | 4,168.15              |
| Euro                             | 38,152                       | 3,928                 | 32.30                 | 3.38                  |
| GBP                              | -                            | 15,012                | -                     | 15.15                 |

### Foreign Currency Sensitivity Analysis

Sensitivity analysis resulting in profit or loss mainly from USD, EURO & GBP denominated receivables and payables are as follows:

| Particulars                       | For the year ended March 31,2022 |          |         | For the year ended March 31,2021 |         |         |
|-----------------------------------|----------------------------------|----------|---------|----------------------------------|---------|---------|
|                                   | USD                              | EURO     | GBP     | USD                              | EURO    | GBP     |
| <b>Strengthening of INR by 3%</b> |                                  |          |         |                                  |         |         |
| Trade Payables                    | 368.22                           | -        | -       | 355.78                           | -       | -       |
| Borrowings                        | 4,319.38                         | -        | -       | -                                | -       | -       |
| Cash and Cash equivalents         | (1,575.38)                       | (508.07) | (98.09) | (462.36)                         | (66.06) | (37.00) |
| Trade Receivables                 | (5,186.17)                       | (98.09)  | -       | (4,293.19)                       | (3.48)  | (15.61) |
| <b>Weakning of INR by 3%</b>      |                                  |          |         |                                  |         |         |
| Trade Payables                    | (368.22)                         | -        | -       | (355.78)                         | -       | -       |
| Borrowings                        | (4,319.38)                       | -        | -       | -                                | -       | -       |
| Cash and Cash equivalents         | 1,575.38                         | 508.07   | 98.09   | 462.36                           | 66.06   | 37.00   |
| Trade Receivables                 | 5,186.17                         | 98.09    | -       | 4,293.19                         | 3.48    | 15.61   |

### (c) Other price risk

The Group's current investments which are fair valued through profit and loss and are not material. Accordingly, other price risk of the financial instrument to which the company is exposed is not expected to be material.

**Note :- 39 Disclosure requirement as per Ind AS 108 ' Operating Segment'-**

The Group identified geographical locations as secondary segments. The product of the Group are sold both in the domestic & export markets. (₹ in lacs)

| Particulars                   | 2021-22          | 2020-21          |
|-------------------------------|------------------|------------------|
| <b>Revenue from operation</b> |                  |                  |
| Within India                  | 17,657.13        | 16,817.07        |
| Outside India                 | 27,161.96        | 21,115.67        |
| <b>TOTAL</b>                  | <b>44,819.09</b> | <b>37,932.74</b> |
| <b>Non Current Assets</b>     |                  |                  |
| Within India                  | 26,290.80        | 23,339.91        |
| Outside India                 | 1,683.38         | 71.09            |
| <b>TOTAL</b>                  | <b>27,974.18</b> | <b>23,411.00</b> |

**Note:- 40 Corporates Social Responsibility (CSR)**

1) CSR Amount required to be spent as per Section 135 of the Companies Act, 2013 read with schedule VII thereof by the Holding Company during the year is Rs. 100.89 Lacs (31 March, 2021: Rs 67.61 Lacs).

2) The amount recognised as an expense in the statement of Profit & Loss on CSR activities is Rs 100.89 Lakhs (31 March, 2021: Rs 68.02 Lakhs)

**A. Amount required to be spent**

(₹ in lacs)

| Particulars   | 2021-22       | 2020-21      |
|---|---------------|--------------|
| Gross Amount required to be spent as per Section 135 of the Act                           | 100.89        | 67.61        |
| Add: Amount Unspent from previous years   | -             | -            |
| <b>Total Gross amount required to be spent during the year</b>                            | <b>100.89</b> | <b>67.61</b> |
| <b>B. Amount approved by the Board of the Holding Company to be spent during the year</b> | <b>100.89</b> | <b>67.61</b> |
| <b>C. Amount spent during the year on</b>   |               |              |
| (I) Construction/acquisition of an asset  | -             | -            |
| (ii) On purposes other than (i) above   | 100.89        | 68.02        |

D. The Holding Company does not have any ongoing CSR projects for both the years.

E. No expenditure has been paid to a related party, in relation to CSR Expenditure.

F. There are no short falls at the end of the year

**Note :- 41 Capital management**

The primary objective of the Group's capital management is to ensure that it maintains a healthy capital ratio in order to support its business and maximise shareholder value. The Group's objective when managing capital is to safeguard their ability to continue as a going concern so that they can continue to provide returns for shareholders and benefits for other stake holders. The Group is focused on keeping strong total equity base to ensure independence, security, as well as a high financial flexibility for potential future borrowings, if required.

The Debt-Equity ratio is as follows :

(₹ in lacs)

| Particulars              | As at March 31, 2022 | As at March 31, 2021 |
|--------------------------|----------------------|----------------------|
| Total Debt               | 11,717.62            | 7,117.55             |
| Equity                   | 36,480.69            | 29,957.30            |
| <b>Debt Equity Ratio</b> | <b>0.32</b>          | <b>0.24</b>          |

**Note:- 42 Basic and Diluted earning per share [EPS] computed in accordance with IND AS 33 "Earning per share"**

(₹ in lacs)

| Particulars   | As at March 31, 2022 | As at March 31, 2021 |
|---|----------------------|----------------------|
| <b>Basic and diluted earnings per share</b>                   |                      |                      |
| Profit after tax as (Rs. in lakhs) <b>A</b>                   | 6,884.34             | 6,489.64             |
| Weighted average number of equity shares outstanding <b>B</b> | 136.25               | 136.25               |
| Basic and Diluted EPS (Rs) <b>A/B</b>                         | 50.53                | 47.63                |
| Face value per share (Rs)                                     | 10                   | 10                   |

**Note :- 43 Information in respect of micro and small enterprises as at 31 March 2022 as required by Micro, Small and Medium Enterprises Development Act, 2006** (₹ in lacs)

| Particulars   | As at March 31, 2022 | As at March 31, 2021 |
|---|----------------------|----------------------|
| (a) Amount remaining unpaid to any supplier at the end of each accounting year:<br>Principal Amount<br>Interest   | 0.80<br>-            | 154.54<br>-          |
| (b) The amount of interest paid by the buyer in terms of section 16 of the MSMED Act, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year.   | -                    | -                    |
| (c) The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act.   | -                    | -                    |
| (d) The amount of interest accrued and remaining unpaid at the end of each accounting year.   | -                    | -                    |
| (e) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the MSMED Act. | -                    | -                    |

**Note :- 44 Additional regulatory information required by Schedule III vide Notification dated 24 March, 2021**  
**44.1 Ageing of Trade receivables**

(₹ in lacs)

| Particulars   | 31 March 2022 |                 |   |                   |              |              |                   | Total           |
|---|---------------|-----------------|---|-------------------|--------------|--------------|-------------------|-----------------|
|   | Unbilled Dues | Not Due         | Outstanding for following periods from due date of Receipts |                   |              |              | More than 3 years |                 |
|   |               |                 | Less than 6 months  | 6 months - 1 year | 1-2 years    | 2-3 years    |                   |                 |
| (i) Undisputed Trade receivables – considered good                                  | -             | 7,987.99        | 1,303.94  | 143.68            | 75.72        | 11.53        | 22.10             | 9,544.96        |
| (ii) Undisputed Trade receivables – considered doubtful                             | -             | -               | -   | -                 | 8.55         | 9.28         | 14.74             | 32.57           |
| (iii) Undisputed Trade Receivables – which have significant increase in credit risk | -             | -               | -   | -                 | -            | -            | -                 | -               |
| (iv) Undisputed Trade Receivables – credit impaired                                 | -             | -               | -   | -                 | -            | -            | -                 | -               |
| (v) Disputed Trade Receivables – considered good                                    | -             | -               | -   | -                 | -            | -            | -                 | -               |
| (vi) Disputed Trade Receivables – which have significant increase in credit risk    | -             | -               | -   | -                 | -            | -            | -                 | -               |
| (vii) Disputed Trade Receivables – credit impaired                                  | -             | -               | -   | -                 | -            | -            | -                 | -               |
|   | -             | <b>7,987.99</b> | <b>1,303.94</b>   | <b>143.68</b>     | <b>84.27</b> | <b>20.81</b> | <b>36.85</b>      | <b>9,577.53</b> |

(₹ in lacs)

| Particulars   | 31 March 2021 |                 |   |                   |              |              |              |                   |
|---|---------------|-----------------|---|-------------------|--------------|--------------|--------------|-------------------|
|   | Unbilled Dues | Not Due         | Outstanding for following periods from due date of Receipts |                   |              |              | Total        |                   |
|   |               |                 | Less than 6 months  | 6 months - 1 year | 1-2 years    | 2-3 years    |              | More than 3 years |
| (i) Undisputed Trade receivables – considered good                                  | -             | 6,840.32        | 1,109.95  | 138.35            | 21.40        | 10.21        | 33.38        | 8,153.61          |
| (ii) Undisputed Trade receivables – considered doubtful                             | -             | -               | -   | -                 | 11.24        | 3.08         | 22.59        | 36.91             |
| (iii) Undisputed Trade Receivables – which have significant increase in credit risk | -             | -               | -   | -                 | -            | -            | -            | -                 |
| (iv) Undisputed Trade Receivables – credit impaired                                 | -             | -               | -   | -                 | -            | -            | -            | -                 |
| (v) Disputed Trade Receivables – considered good                                    | -             | -               | -   | -                 | -            | -            | -            | -                 |
| (vi) Disputed Trade Receivables – which have significant increase in credit risk    | -             | -               | -   | -                 | -            | -            | -            | -                 |
| (vii) Disputed Trade Receivables – credit impaired                                  | -             | -               | -   | -                 | -            | -            | -            | -                 |
| <b>Total</b>  | -             | <b>6,840.32</b> | <b>1,109.95</b>   | <b>138.35</b>     | <b>32.64</b> | <b>13.29</b> | <b>55.98</b> | <b>8,190.53</b>   |

(₹ in lacs)

**44.2 Ageing of Trade payables**

| Particulars                 | 31 March 2022 |                 |   |             |             |                 |
|-----------------------------|---------------|-----------------|---|-------------|-------------|-----------------|
|                             | Unbilled Dues | Not Due         | Outstanding for following periods from due date of Receipts |             |             | Total           |
|                             |               |                 | Less than 6 months  | 1-2 years   | 2-3 years   |                 |
| (i) MSME                    | -             | -               | 0.80  | -           | -           | 0.80            |
| (ii) Disputed dues – MSME   | -             | -               | -   | -           | -           | -               |
| (iii) Others                | -             | 1,344.49        | 1,382.79  | 0.27        | -           | 2,727.79        |
| (iv) Disputed dues - Others | -             | -               | -   | -           | -           | -               |
| <b>Total</b>                | -             | <b>1,344.49</b> | <b>1,383.59</b>   | <b>0.27</b> | <b>0.25</b> | <b>2,728.59</b> |

(₹ in lacs)

| Particulars                 | 31 March 2021 |                 |   |             |             |                 |
|-----------------------------|---------------|-----------------|---|-------------|-------------|-----------------|
|                             | Unbilled Dues | Not Due         | Outstanding for following periods from due date of Receipts |             |             | Total           |
|                             |               |                 | Less than 6 months  | 1-2 years   | 2-3 years   |                 |
| (i) MSME                    | -             | -               | 154.54  | -           | -           | 154.54          |
| (ii) Disputed dues – MSME   | -             | -               | -   | -           | -           | -               |
| (iii) Others                | -             | 1,709.29        | 1,131.02  | 2.66        | 0.12        | 2,843.09        |
| (iv) Disputed dues - Others | -             | -               | -   | -           | -           | -               |
| <b>Total</b>                | -             | <b>1,709.29</b> | <b>1,285.56</b>   | <b>2.66</b> | <b>0.12</b> | <b>2,997.63</b> |

#### 44.3 Ageing of Trade payables

(₹ in lacs)

| Particulars                    | 31 March 2022   |           |           |                   |       |  |
|--------------------------------|---|-----------|-----------|-------------------|-------|--|
|                                | Outstanding for following periods from due date of Receipts |           |           |                   |       |  |
|                                | Less than 6 months  | 1-2 years | 2-3 years | More than 3 years | Total |  |
| Projects in progress           | -   | -         | -         | -                 | -     |  |
| Projects temporarily suspended | -   | -         | -         | -                 | -     |  |

(₹ in lacs)

| Particulars                    | 31 March 2021   |           |           |                   |       |  |
|--------------------------------|---|-----------|-----------|-------------------|-------|--|
|                                | Outstanding for following periods from due date of Receipts |           |           |                   |       |  |
|                                | Less than 6 months  | 1-2 years | 2-3 years | More than 3 years | Total |  |
| Projects in progress           | 33.89   | -         | -         | -                 | 33.89 |  |
| Projects temporarily suspended | -   | -         | -         | -                 | -     |  |

There are no items in CWIP whose completion is overdue or has exceeded its cost compared to its original plan.

**Note 44.4 Shareholding of Promoters**

| Promoter Name         | 31.03.2022       |                   | % change during the Year | 31.03.2021       |                   | Total        |
|-----------------------|------------------|-------------------|--------------------------|------------------|-------------------|--------------|
|                       | No. of Shares    | % of total Shares |                          | No. of Shares    | % of total Shares |              |
| Mr. Sonopal Sethi     | 15,20,200        | 11.16%            | 0.09%                    | 15,18,800        | 11.15%            | 0.04%        |
| Mr. Rishipal Sethi    | 11,75,712        | 8.63%             | 0.03%                    | 11,75,312        | 8.63%             | 0.04%        |
| Mr. Amarpal Sethi     | 10,33,029        | 7.58%             | -                        | 10,33,029        | 7.58%             | -            |
| Mr. Karanpal Sethi    | 9,70,805         | 7.13%             | -                        | 9,70,805         | 7.13%             | -            |
| Mrs. Nirmal Sethi     | 9,65,600         | 7.09%             | 0.11%                    | 9,64,500         | 7.08%             | 0.01%        |
| Mr. Sukhpal S Sethi   | 8,65,172         | 6.35%             | 0.11%                    | 8,64,195         | 6.34%             | 0.02%        |
| Mrs. Inderjeet Sethi  | 8,59,327         | 6.31%             | 0.03%                    | 8,59,077         | 6.31%             | 0.01%        |
| Mrs. Davinder Sethi   | 6,78,972         | 4.98%             | 0.15%                    | 6,77,974         | 4.98%             | 0.03%        |
| Mrs. Kamalpreet Sethi | 2,27,400         | 1.67%             | 0.18%                    | 2,26,999         | 1.67%             | 0.03%        |
| Mrs. Saba Sethi       | 93,800           | 0.69%             | -                        | 93,800           | 0.69%             | -            |
| Mr. Amit Sethi        | 27,800           | 0.20%             | 9.52%                    | 25,383           | 0.19%             | 0.03%        |
| Mrs. Roshni Sethi     | 439              | 0.003%            | -                        | 439              | 0.003%            | -            |
| <b>Total</b>          | <b>84,18,256</b> | <b>61.78%</b>     | <b>0.09%</b>             | <b>84,10,313</b> | <b>61.73%</b>     | <b>0.21%</b> |

**44.5 Details of benami property held**

No proceedings have been initiated on or are pending against the Group for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and Rules made thereunder.

**44.6 Borrowing secured against current assets**

The Group has borrowings from banks and financial institutions on the basis of security of current assets. The quarterly returns or statements of current assets filed by the group with banks and financial institutions are in agreement with the books of accounts.

**44.7 Wilful defaulter**

The Group has not been declared wilful defaulter by any bank or financial institution or government or any government authority.

**44.8 Relationship with struck off companies**

The Group has no transactions with the companies struck off under Companies Act, 2013 or Companies Act, 1956.

**44.9 Compliance with number of layers of companies**

The Holding Company has complied with the number of layers prescribed under the Companies Act, 2013.

**44.10 Compliance with approved schemes of arrangements**

The Group has not entered into any scheme of arrangement which has an accounting impact on current or previous financial year.

**44.11 Utilisation of borrowed funds and share premium**

The Group has not advanced or loaned or invested funds to any other persons or entities, including foreign entities (Intermediaries) with the understanding that the Intermediary shall:

- (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Group (Ultimate Beneficiaries) or

(b) provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries

The Group has not received any fund from any persons or entities, including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Group shall:

(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or

(b) provide any guarantee, security or the like on behalf of the ultimate beneficiaries.

**44.12 Undisclosed income**

There is no income surrendered or disclosed as income during the current or previous year in the tax assessments under the Income Tax Act, 1961, that has not been recorded in the books of account.

**44.13 Details of crypto currency or virtual currency**

The Group has not traded or invested in crypto currency or virtual currency during the current or previous year.

**44.14 Valuation of PP&E and intangible asset**

The Group has not revalued its property, plant and equipment (including right-of-use assets) or intangible assets or both during the current or previous year.

**44.15 Title deeds of Immovable Properties**

Title deeds of all immovable properties are held in the name of the Group.

**44.16 Borrowings from Banks and financial institutions**

The Group has used the borrowings from banks and financial institutions for the specific purpose for which it was taken.

**44.17 Registration of charges / satisfaction with Registrar of Companies (ROC)**

Charges / Satisfaction has been duly registered with ROC within the statutory period.

**Note :- 45 Disclosure as per Schedule III to the Companies Act, 2013  
As at 31-03-2022**

(₹ in lacs)

| Particulars   | Net worth i.e Total assets minus Total liabilities |                  | Share in profit or loss             |                 | Share in other comprehensive income             |               | Share in Total Comprehensive Income |                 |
|---|--|------------------|-------------------------------------|-----------------|---|---------------|-------------------------------------|-----------------|
|   | As % of consolidated Net assets                    | Amount           | As % of consolidated profit or loss | Amount          | As % of consolidated Other Comprehensive Income | Amount        | As % of Total Comprehensive Income  | Amount          |
| <b>A. Parent Company</b><br>PIX Transmission Ltd.               | 89.24%   | 32,556.63        | 84.79%                              | 5,837.48        | 100.00%   | 320.31        | 85.47%                              | 6,157.78        |
| <b>B. Subsidiary Company</b><br><b>(i) Foreign Subsidiaries</b> |  |                  |                                     |                 |   |               |                                     |                 |
| PIX Transmissions (Europe) Limited, England (Consolidated)      | 8.20%  | 2,992.50         | 13.12%                              | 903.27          | -   | -             | 12.54%                              | 903.27          |
| PIX Middle East FZC, UAE (Consolidated)                         | 2.55%  | 931.57           | 2.09%                               | 143.59          | -   | -             | 1.99%                               | 143.59          |
| <b>Total</b>  | <b>100.00%</b>                                     | <b>36,480.69</b> | <b>100.00%</b>                      | <b>6,884.34</b> | <b>100.00%</b>                                  | <b>320.31</b> | <b>100.00%</b>                      | <b>7,204.64</b> |

(₹ in lacs)

| Particulars   | Net worth i.e Total assets minus Total liabilities |                  | Share in profit or loss             |                 | Share in other comprehensive income             |               | Share in Total Comprehensive Income |                 |
|---|--|------------------|-------------------------------------|-----------------|---|---------------|-------------------------------------|-----------------|
|   | As % of consolidated Net assets                    | Amount           | As % of consolidated profit or loss | Amount          | As % of consolidated Other Comprehensive Income | Amount        | As % of Total Comprehensive Income  | Amount          |
| <b>A. Parent Company</b><br>PIX Transmission Ltd.               | 88.48%   | 26,506.91        | 92.78%                              | 6,021.22        | 100.00%   | 112.28        | 92.90%                              | 6,133.50        |
| <b>B. Subsidiary Company</b><br><b>(i) Foreign Subsidiaries</b> |  |                  |                                     |                 |   |               |                                     |                 |
| PIX Transmissions (Europe) Limited, England (Consolidated)      | 8.44%  | 2,527.48         | 5.71%                               | 370.33          | -   | -             | 5.61%                               | 370.33          |
| PIX Middle East FZC, UAE (Consolidated)                         | 3.08%  | 922.91           | 1.51%                               | 98.09           | -   | -             | 1.49%                               | 98.09           |
| <b>Total</b>  | <b>100.00%</b>                                     | <b>29,957.30</b> | <b>100.00%</b>                      | <b>6,489.64</b> | <b>100.00%</b>                                  | <b>112.28</b> | <b>100.00%</b>                      | <b>6,601.92</b> |

**Note :- 46 Restatement**

Till previous year, the Group presented sales related discounts under other expenses instead of adjusting the same against the revenue from operations. In the current year, the Group has restated in accordance with Ind AS 8 - “Accounting policies, Changes in accounting estimates and Errors”, restating its numbers for the year ended on 31 March 2021 in this regard. The information below summarises the impact of the restatement:

Revenue from Operations as reported for the year ended 31 March 2021 with Rs. 39,955.80 lakhs; restated amount being Rs. 38,026.62 lakhs. Other expenses as reported for the year ended 31 March 2021 with Rs. 6,914.62 lakhs; restated amount being Rs. 4,980.28 lakhs.

Other line items of Balance Sheet and Statement of Profit and Loss, that were not affected by the restatement have not been disclosed. Furthermore, there is no impact on the profit and retained earnings of the Group for the said year. Accordingly, opening balance sheet has not been presented."

The accompanying notes 1 to 46 are an integral part of these consolidated financial statements

As per our report of even date  
**FOR B. L. AJMERA & COMPANY**  
 CHARTERED ACCOUNTANTS  
 Firm Registration No: 001100C

For and on behalf of the Board of Directors

**RAJENDRA SINGH ZALA**  
 PARTNER  
 MEMBERSHIP NO: 017184

**AMARPAL SETHI**  
 CHAIRMAN & MANAGING DIRECTOR  
 DIN: 00129462

**SONEPAL SETHI**  
 JOINT MANAGING DIRECTOR  
 DIN: 00129276

PLACE: JAIPUR  
 DATE : MAY 13, 2022

**RISHIPAL SETHI**  
 JOINT MANAGING DIRECTOR  
 DIN: 00129304

**KARANPAL SETHI**  
 CHIEF FINANCIAL OFFICER  
 DIN: 01711384

**FOR M S K A & ASSOCIATES**  
 CHARTERED ACCOUNTANTS  
 Firm Registration No : 105047W

**MOHD ADIL ANSARI**  
 DIRECTOR  
 DIN: 06913509

**SHYBU VARGHESE**  
 COMPANY SECRETARY

**AMRISH VAIDYA**  
 PARTNER  
 MEMBERSHIP NO: 101739

PLACE: MUMBAI  
 DATE : MAY 13, 2022

PLACE: MUMBAI  
 DATE : MAY 13, 2022

## ATTENDANCE SLIP

**PIX TRANSMISSIONS LTD**  
**CIN: L25192MH1981PLC024837**  
**Registered office: J-7 M.I.D.C., HINGNA ROAD NAGPUR-440 016**

**PLEASE COMPLETE THIS ATTENDANCE SLIP AND HAND IT OVER AT THE ENTRANCE OF THE HALL**  
 Joint Shareholders may obtain additional attendance slips on request.

**NAME & ADDRESS OF THE SHARE HOLDERS**

| Regd. Folio No | No. of Shares |
|----------------|---------------|
|                |               |

I hereby record my presence at the 40th ANNUAL GENERAL MEETING of the Company at J-7, M.I.D.C. Hingna Road, Nagpur-440 016, on Wednesday, 20th July 2022 at 09:30 A.M.

**SIGNATURE OF THE SHARE HOLDER OR THE PROXY ATTENDING THE MEETING**

| SHAREHOLDER | PROXY |
|-------------|-------|
|             |       |

## ROUTE MAP

**Nagpur Railway Station to PIX Transmissions Limited**



**Dr. Babasaheb Ambedkar International Airport to PIX Transmissions Limited**



**PIX TRANSMISSIONS LIMITED**

Registered Office: J-7, M.I.D.C., Hingna Road, Nagpur – 440 016

CIN: L25192MH1981PLC024837

Tel: 07104-669000, Fax: 07104-669007/8

Website: www.pixtrans.com. E-mail: cosecretary@pixtrans.com

**Form No. MGT-11  
PROXY FORM**

[Pursuant to Section 105(6) of the Companies Act, 2013 and Rule 19(3) of the Companies (Management and Administration) Rules, 2014]

Name of the Member(s): \_\_\_\_\_

Registered address: \_\_\_\_\_

E-mail id: \_\_\_\_\_ Folio No./DP ID and Client ID: \_\_\_\_\_

I/We, being the members(s) of \_\_\_\_\_ shares of the above named Company, hereby appoint

1. Name: \_\_\_\_\_ E-mail id: \_\_\_\_\_

Address: \_\_\_\_\_

Signature:

**or failing him/her**

2. Name: \_\_\_\_\_ E-mail id: \_\_\_\_\_

Address: \_\_\_\_\_

Signature:

as my/our proxy to attend and vote, in case of a poll, for me/us and on my/our behalf at the 40th Annual General Meeting of the Company, to be held on Wednesday, the 22nd day of July, 2022 at 9.30 A.M. at the Registered Office of the Company and at any adjournment thereof in respect of such resolutions and in such manner as are indicated below:

| Res. No | Description  | For                      | Against                  |
|---------|--|--------------------------|--------------------------|
| 1.      | Adoption of Annual Accounts and Reports thereon for the financial year ended 31st March, 2022. | <input type="checkbox"/> | <input type="checkbox"/> |
| 2.      | Declaration of dividend..  | <input type="checkbox"/> | <input type="checkbox"/> |
| 3.      | Re-election of Mr. Amarpal Sethi as Director .   | <input type="checkbox"/> | <input type="checkbox"/> |
| 4.      | Re-election of Mr. Sukhpal Singh Sethi as Director .   | <input type="checkbox"/> | <input type="checkbox"/> |
| 5.      | Re-election of Mr. Sonopal Sethi as Director .   | <input type="checkbox"/> | <input type="checkbox"/> |
| 6.      | Appointment of Statutory Auditors  | <input type="checkbox"/> | <input type="checkbox"/> |
| 7.      | Appointment of Mr Amit Sethi to office or place of profit                                      | <input type="checkbox"/> | <input type="checkbox"/> |
| 8.      | Ratify the remuneration of Cost Auditor for the FY -2022-23                                    | <input type="checkbox"/> | <input type="checkbox"/> |

Signed this \_\_\_\_\_ Day of \_\_\_\_\_ 2022

Signature \_\_\_\_\_

Affix  
revenue  
stamp

**Notes:**

- 1. Please put a "✓" in the Box in the appropriate column against the respective resolutions. If you leave the 'For' or 'Against' column blank against any or all the resolutions, your proxy will be entitled to vote in the manner as he/she thinks appropriate.
- 2. A Proxy need not be a Member of the Company. Pursuant to the provisions of Section 105 of the Companies Act, 2013, a person can act as proxy on behalf of not more than fifty Members and holding in aggregate not more than ten percent of the total Share Capital of the Company. Members holding more than ten percent of the total Share Capital of the Company may appoint a single person as proxy, who shall not act as proxy for any other Member.
- 3 This form of Proxy, to be effective, should be deposited at the Registered Office of the Company at J-7, MIDC, HINGNA ROAD, Nagpur-440016 not later than FORTY EIGHT HOURS before the commencement of the aforesaid meeting.

To,

---

---

---



*If undelivered, please return to:*  
**PIX Transmissions Limited**  
J-7 M.I.D.C., Hingna Road,  
Nagpur - 440 016  
Maharashtra. India