

Chandni Textiles Engineering Industries Ltd.

Regd Office: 110, T.V. Industrial Estate, 52, S.K.Ahira Marg, Worli, Mumbai-400030, Maharashtra, India

Office no: 022-24950328; Mobile no.: 9324802995 / 9324802991

Email: jrgroup@jrmehta.com; sales@cteil.com

CIN: L25209MH1986PLC040119

Date: 27th August, 2021

To, The Listing Manager, The BSE Limited, Phiroze Jeejeebhoy Towers, Dalal Street, Fort, Mumbai - 400001	To, The Listing Manager, Listing Department, The Metropolitan Stock Exchange of India Limited, Vibgyor Towers, 4 th floor, Plot No. 62, G Block, Opposite Trident Hotel, Bandra Kurla Complex, Bandra (East), Mumbai -400098, India Telephone No.: +91-22 6112 9000 Fax No.: +91 22 2654 4000
Scrip Code: 522292 Scrip Id: CHANDNI	MSEI Symbol: CHANDNI

Dear Sir/Madam,

Sub: Notice of 35th Annual General Meeting and Annual Report for Financial Year 2020 -2021 of Chandni Textiles Engineering Industries Limited (the "Company").

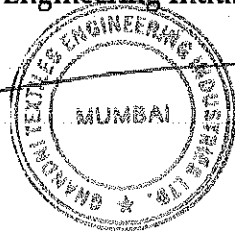
Pursuant to Regulations 30 and 34 read with Para A of Part A of Schedule III to the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the 35th Annual General Meeting ("AGM") of the Company is scheduled to be held on Monday, 20th September, 2021 through Video Conferencing / other Audio Visual Means at 04.00 P.M. Please find enclosed herewith the Notice of the AGM along with the Annual Report of the Company for the Financial year 2020-2021, which is being sent through email to the Members whose email ids are registered with the Company/Registrar and Transfer Agent in compliance with Ministry of Corporate Affairs, Circulars 20/2020 dated 05th May, 2020 read with General Circular No. 14/2020 dated 08th April, 2020 and General Circular No. 17/2020 dated 13th April, 2020 and 13th January, 2021.

The Annual Report for the Financial Year 2020-2021 along with the Notice of the AGM is also made available on the website of the company www.cteil.com

Kindly take the same on your records.

Yours faithfully,
For Chandni Textiles Engineering Industries Limited

Jayesh R Mehta
Managing Director



ANNUAL REPORT
2020-2021

CHANDNI TEXTILES
ENGINEERING
INDUSTRIES
LIMITED

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BOARD AND COMMITTEES AS ON 31ST MARCH, 2021

THE BOARD OF DIRECTORS	COMMITTEES
Jayesh Ramniklal Mehta [Managing Director]	AUDIT COMMITTEE
Amita Jayesh Mehta [Non –Executive Director]	Mr.Rameshchand Garg [Chairman]
Sharmila Hiralal Amin [Executive Director]	Mr. Bharat Sugnomal Bhatia
	Mr.Vasant Gaurishankar Joshi
	NOMINATION AND REMUNERATION COMMITTEE
Bharat Sugnomal Bhatia [Independent Director]	Mr. Bharat Sugnomal Bhatia [Chairman]
Vasant Gaurishankar Joshi [Independent Director]	Mr.Rameshchand Garg
Rameshchand Garg [Independent Director]	Mr.Vasant Gaurishankar Joshi
	STAKEHOLDERS RELATIONSHIP COMMITTEE
	Mr.Vasant Gaurishankar Joshi [Chairman]
	Mr. Bharat Sugnomal Bhatia
	Mr.Jayesh Ramniklal Mehta
Chief Financial Officer	Mr.Shailesh Sankav
Company Secretary & Compliance Officer	Mrs. Khushboo Shah
Registered Office Address	110, T.V. Industrial Estate, 52, S.K.Ahira Marg, Worli, Mumbai – 400030
Registrar and Share Transfer Agent	Purva Sharegistry (India) Private Limited 9, Shiv Shakti Industrial Estate, J.R.Boricha Marg, Lower Parel (East), Mumbai – 400011
Secretarial Auditor	M/s Anjana Manseta & Co.
Statutory Auditor	M/s Ambavat Jain & Associates, LLP, Chartered Accountant
Banks	HDFC Bank
	Bank of India
	Union Bank of India
Website of the Company	www.cteil.com

NOTICE TO SHAREHOLDERS

Notice is hereby given that 35th Annual General Meeting of the Members of Chandni Textiles Engineering Industries Limited will be held on Monday, 20th September, 2021, at 04:00 P.M. through Video Conferencing (VC) or other Audio Visual Means (OAVM) as per the relaxation given by Ministry of Corporate Affairs vide General Circular No. 20/ 2020 dated May 5, 2020 for transacting the following businesses:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Standalone Audited Financial Statements of the Company for the financial year ended March 31, 2021 together with the Reports of the Auditors and Board of Directors thereon;
2. To appoint a Director in place of Mrs. Amita Jayesh Mehta (DIN: 00193075), who retires by rotation and being eligible offers herself for re-appointment.

SPECIAL BUSINESS:

3. To approve Change of Name and consequent alteration in the Memorandum and Articles of Association of the Company.

To consider and if thought fit, to give assent /dissent, to the following resolution as a Special Resolution:

“RESOLVED THAT pursuant to provisions of Section 13 and all other applicable provisions of the Companies Act, 2013 and the rules made thereunder (including any statutory modification(s), amendments thereto or re-enactment thereof, the circulars, notifications, regulations, rules guidelines, if any, issued by the Government of India, for the time being in force), and applicable laws, the consent of the Company be and is hereby accorded to change the name of the Company to ‘Candour Techtex Limited’ and consequent alteration in the Memorandum and Articles of Association of the Company;

RESOLVED FURTHER THAT the Name Clause being Clause I in the Memorandum of Association of the company be altered accordingly and substituted by the following clause;

The name of the company is “Candour Techtex Limited”;

RESOLVED FURTHER THAT in terms of Section 14 of the Companies Act, 2013 the Articles of Association of the Company be altered by deleting the existing name of the Company wherever appearing and substituting it with the new name of the Company;

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to do all such acts, deeds, matters and things as they may in their absolute discretion deem necessary, proper or desirable and to settle any question, difficulty or doubt that may arise in this regard and to sign and execute all necessary documents, applications, returns and writings as may be necessary, proper, desirable or expedient, in the best interest of the Company, to accede to such

modifications and alterations to the aforesaid resolution as may be suggested by Registrar of Companies or such other Authority in respect of any matter(s) arising from or incidental to the said amendment”

By order of the Board

Jayesh R Mehta
(DIN: 00193029)
Chairman & Managing Director

Registered Office:
110, T. V. Industrial Estate,
52, S. K. Ahire Marg,
Worli, Mumbai-400030

Date: 13th August, 2021
Place: Mumbai

NOTES:

- An Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 relating to the Special Business set out in item no. 3 of the accompanying Notice to be transacted at the Annual General Meeting is annexed hereto.
- In view of the global outbreak of the COVID-19 pandemic, the Ministry of Corporate Affairs (“MCA”) has vide its Circular No. 14/2020 dated April 08, 2020, Circular No. 17/2020 dated April 13, 2020 and Circular No. 20/2020 dated May 05, 2020 and General Circular No. 02/2021 dated 13th January, 2021 (collectively referred to as “MCA Circulars”) and other applicable circulars issued by the Securities and Exchange Board of India (SEBI) permitted to hold the Annual General Meeting (“AGM”) through Video Conferencing (VC)/ Other Audio Visual Means (OAVM), without the physical presence of the Members at a common venue. In compliance with the provisions of the Companies Act, 2013 (the “Act”), SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI Listing Regulations”) and MCA Circulars, the 35th AGM of the Company is being held through VC / OAVM. The deemed venue for the 35th AGM shall be deemed to be the Registered Office of the Company situated at 110, T.V.Industrial Estate, 52, S.K.Ahira Marg, Worli, Mumbai -400030.
- Pursuant to the provisions of the Act, a Member entitled to attend and vote at the 35th AGM 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. Since this 35th AGM is being held pursuant to the MCA Circulars through VC / OAVM facility, physical attendance of Members has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be available for the 35th AGM and hence the Proxy Form and Attendance Slip are not annexed to this Notice. However, the Body Corporates are entitled to appoint authorized representatives to attend the AGM through VC/OAVM and participate thereat and cast their votes through e-voting.
- Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and MCA Circulars dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting’s agency. The facility of casting votes by a member using remote e-voting before AGM as well as the e-voting on the date of the AGM will be provided by CDSL.
- The Board has appointed **M/s S P K G & Co. LLP, Mumbai** as the Scrutinizer to scrutinize the e-voting in a fair and transparent manner.
- Institutional / Corporate Shareholders (i.e. other than individuals / HUF, NRI, etc.) are required to send a scanned copy (pdf/jpg format) of its board or governing’s body resolution/authorization etc., authorizing their representative to attend the 35th AGM through VC / OAVM on its behalf and to vote through remote e-voting. The said resolution/authorization shall be sent to the Company on Email ID compliance@cteil.com
- Pursuant to the provisions of Section 91 of the Act, the Register of Members and the Share Transfer Books of the Company will remain closed from Tuesday, 14th September, 2021 to Monday, 20th September, 2021 (both days inclusive) for the purpose of 35th AGM of the Company.

- A brief detail of the director, who is being re-appointed, is annexed hereto as per the requirements of regulation 36 (3) of the SEBI Listing Regulations and as per the provisions of the Act.
- In compliance with the aforesaid MCA Circulars and SEBI Circular dated May 12, 2020, Notice of the 35th AGM along with the Annual Report 2020-2021 is being sent only through electronic mode to those Members whose email addresses are registered with the Company/ Depositories. Members may note that the Notice and Annual Report for F.Y.2020-2021 will also be available on the Company's website www.cteil.com, website of the Stock Exchanges i.e. BSE Limited and Metropolitan Stock Exchange Limited and on the website of the CDSL www.evotingindia.com
- Members attending the 35th AGM through VC/OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Act.
- The voting rights of members shall be in proportion to their shares of the paid up equity share capital of the Company as on 13th September, 2021 being Cut-off Date.
- Since the 35th AGM will be held through VC / OAVM, the Route Map is not annexed in this Notice.
- The Register of Directors and Key Managerial Personnel and their shareholding, maintained under Section 170 of the Act, and the Register of Contracts or Arrangements in which the directors are interested, maintained under Section 189 of the Act, will be available electronically for inspection by the members during the AGM. All documents referred to in the Notice will also be available for electronic inspection without any fee by the members from the date of circulation of this Notice up to the date of AGM, i.e. 10th September, 2021. Members seeking to inspect such documents can send an email to compliance@cteil.com

CDSL e-Voting System – For Remote e-voting and e-voting during Annual General Meeting (“AGM”):

- As you are aware, in view of the situation arising due to COVID-19 global pandemic, the general meetings of the companies shall be conducted as per the guidelines issued by the Ministry of Corporate Affairs (MCA) vide Circular No. 14/2020 dated April 8, 2020, Circular No.17/2020 dated April 13, 2020 and Circular No. 20/2020 dated May 05, 2020. The forthcoming AGM will thus be held through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing AGM/EGM through VC/OAVM.
- The Members can join the AGM in the VC/OAVM mode 15 minutes before the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available to at least 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.

- Pursuant to MCA Circular No. 14/2020 dated April 08, 2020, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, in pursuance of Section 112 and Section 113 of the Companies Act, 2013, representatives of the members such as the President of India or the Governor of a State or body corporate can attend the AGM through VC/OAVM and cast their votes through e-voting.
- In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at www.cteil.com. The Notice can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited and Metropolitan Stock Exchange of India Limited at www.bseindia.com and www.msei.in respectively. The AGM Notice is also disseminated on the website of CDSL (agency for providing the Remote e-Voting facility and e-voting system during the AGM/EGM) i.e. www.evotingindia.com.
- The AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 8, 2020 and MCA Circular No. 17/2020 dated April 13, 2020 and MCA Circular No. 20/2020 dated May 05, 2020.
- In continuation of this Ministry's General Circular No. 20/2020, dated 05th May, 2020 and after due examination, it has been decided to allow companies whose AGMs were due to be held in the year 2020, or become due in the year 2021, to conduct their AGMs on or before 31.12.2021, in accordance with the requirements provided in paragraphs 3 and 4 of the General Circular No. 20/2020 as per MCA circular no. 02/2021 dated January,13,2021.

THE INSTRUCTIONS FOR SHAREHOLDERS FOR REMOTE E-VOTING AND E-VOTING DURING AGM AND JOINING MEETING ARE AS UNDER:

(i) The voting period begins on 17th September, 2021 at 09.00 A.M and ends on 19th September, 2021 at 5.00 P.M. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of 13th September, 2021 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.

(ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the AGM.

(iii) Pursuant to SEBI Circular No. **SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020**, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.

Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders.

In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to **all the demat account holders, by way of a single login credential, through their demat accounts/ websites of Depositories/ Depository Participants**. Demat account holders would be able to cast their vote without having to register

again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.

(iv) In terms of **SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 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.

Pursuant to above said SEBI Circular, Login method for e-Voting and joining virtual meetings **for Individual shareholders holding securities in Demat mode** is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with CDSL	<ol style="list-style-type: none"> 1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing 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 https://web.cdslindia.com/myeasi/home/login or visit www.cdslindia.com and click on Login icon and select New System Myeasi. 2) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the e-voting is in progress as per the information provided by company. On clicking the e-voting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers i.e. CDSL/NSDL/KARVY/LINKINTIME, so that the user can visit the e-Voting service providers' website directly. 3) If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration 4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com 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 able to see the e-Voting option where the e-voting is in progress and also able to directly access the system of all e-Voting Service Providers.

<p>Individual Shareholders holding securities in demat mode with NSDL</p>	<ol style="list-style-type: none"> 1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsdl.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the “Beneficial Owner” icon under “Login” which is available under ‘IDeAS’ section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. 2) If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select “Register Online for IDeAS “Portal or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp 3) 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. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. 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 Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting
<p>Individual Shareholders (holding securities in demat mode) login through their Depository Participants</p>	<p>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you 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 name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p>

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. CDSL and NSDL

Login type	Helpdesk details
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 helpdesk.evoting@cdslindia.com or contact at 022-23058738 and 22-23058542-43.
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 evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30

(v) Login method for e-Voting and joining virtual meeting for shareholders other than individual shareholders holding in Demat form & physical shareholders.

- The shareholders should log on to the e-voting website www.evotingindia.com.
- Click on “Shareholders” module.
- Now enter your User ID
 - For CDSL: 16 digits beneficiary ID,
 - For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
- Next enter the Image Verification as displayed and Click on Login.
- If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier e-voting of any company, then your existing password is to be used.
- If you are a first time user follow the steps given below:

	For Shareholders holding shares in Demat Form other than individual and Physical Form
PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.
Dividend Bank details OR Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. If both the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction no. 5.

(vi) After entering these details appropriately, click on “SUBMIT” tab.

(vii) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach ‘Password Creation’ menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat

holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

(viii) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.

(ix) Click on the EVSN for the relevant <Company Name> on which you choose to vote.

(x) On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES/NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.

(xi) Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.

(xii) After selecting the resolution you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.

(xiii) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.

(xiv) You can also take a print of the votes cast by clicking on “Click here to print” option on the Voting page.

(xv) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.

(xvi) Facility for Non – Individual Shareholders and Custodians –Remote Voting

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the “Corporates” module.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
- After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
- The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.

- Alternatively Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; compliance@cteil.com , if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

INSTRUCTIONS FOR SHAREHOLDERS ATTENDING THE AGM/EGM THROUGH VC/OAVM & E-VOTING DURING MEETING ARE AS UNDER:

1. The procedure for attending meeting & e-Voting on the day of the AGM/EGM is same as the instructions mentioned above for Remote e-voting.
2. The link for VC/OAVM to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for Remote e-voting.
3. Shareholders who have voted through Remote e-Voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM/EGM.
4. Shareholders are encouraged to join the Meeting through Laptops / iPads for better experience.
5. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
6. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
7. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance at least **7 days prior to meeting** mentioning their name, demat account number/folio number, email id, mobile number at (company email id). The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance **7 days prior to meeting** mentioning their name, demat account number/folio number, email id, mobile number at (company email id). These queries will be replied to by the company suitably by email.
8. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.
9. Only those shareholders, who are present in the AGM/EGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the EGM/AGM.
10. If any Votes are cast by the shareholders through the e-voting available during the EGM/AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders shall be considered invalid

as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL/MOBILE NO. ARE NOT REGISTERED WITH THE COMPANY/DEPOSITORIES.

1. For Physical shareholders- please provide necessary details like 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 **Company/RTA email id**.
2. For Demat shareholders -, Please update your email id & mobile no. with your respective Depository Participant (DP)
3. For Individual Demat shareholders – Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.

If you have any queries or issues regarding attending AGM & e-Voting from the CDSL e-Voting System, you can write an email to helpdesk.evoting@cdslindia.com or contact at 022-23058738 and 022-23058542/43.

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL,) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call on 022-23058542/43.

EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013:**Item No. 3**

It is brought to the attention of the Shareholders that it is proposed to Change the Name of the Company from “Chandni Textiles Engineering Industries Limited” to “Candour Techtex Limited”. Pursuant to Section 13 and other applicable provisions, if any, of the Act, approval of the shareholders of the Company is required to approve Change of Name and consequent alteration in the Memorandum and Articles of Association of the Company.

The Board of Directors in its meeting held on 13th August, 2021 has approved the Change of Name and consequent alteration in the Memorandum and Articles of Association of the Company, subject to approval of Shareholders of the Company.

The Board recommends adoption of the resolution set out in the Resolution No. 3 of the accompanying Notice as a Special Resolution.

None of the Directors or any Key Managerial Personnel or any relative of any of the Directors of the Company or the relatives of any Key Managerial Personnel is, in anyway, concerned or interested in the above resolution.

ANNEXURE - I

Details of Directors seeking re-appointment at the Annual General Meeting (Pursuant to regulation 36(3) of the Listing Regulations) and SS-2 Secretarial Standard on General Meetings seeking re-appointment at ensuing 35th Annual General Meeting.

Name of Director	Mrs. Amita Jayesh Mehta
Date of Birth	1.11.1963
Qualification	Commerce Graduate
Nationality	Indian
Date of First Appointment	17.06.1986
Designation	Non-Executive Director
Director Identification Number	00193075
Brief Profile including expertise in specific Functional Area	Mrs. Amita J Mehta deals with the sourcing of Materials. She is also active in corporate governance issues.
No. of Board Meetings attended during the Financial Year 2020 - 2021	Mrs. Mehta attended all the 6 Board Meetings conducted during the year.
Directorships in other Listed Companies	Chandni Machines Limited
Membership /Chairmanship Of Committees of other Board as on 31 st March, 2021	Nil
Total shares held by her in the Company with other Directors	27, 59, 626 (17.10%) equity shares of Rs. 10/- each. Mrs. Amita Jayesh Mehta is the spouse of Mr. Jayesh Ramniklal Mehta.

By order of the Board

**Jayesh R Mehta
(DIN: 00193029)
Chairman & Managing Director**

**Registered Office:
110, T. V. Industrial Estate,
52, S. K. Ahire Marg,
Worli, Mumbai-400030**

**Date: 13th August, 2021
Place: Mumbai**

DIRECTOR'S REPORT

Dear Shareholders,

Your Directors have pleasure in presenting the 35th Annual Report together with Audited Financial Statements for the year ended 31st March, 2021 of **CHANDNI TEXTILES ENGINEERING INDUSTRIES LIMITED**. The Financial Results of the Company have been summarized and given below:

1. FINANCIAL HIGHLIGHTS OF THE COMPANY

	(In Rupees)	
	2020-2021	2019-2020
Revenue from operations	69,52,13,947	12,26,88,151
Other Income	1,27,41,709	67,61,853
Total Revenue	70,79,55,656	12,94,50,005
Profit before depreciation, finance costs & tax	2,18,62,054	1,98,43,060
Less: Depreciation and Amortisation	1,50,00,880	1,31,54,582
Finance Costs	58,05,454	46,74,446
Profit before exceptional items and tax	10,55,720	20,14,032
Less: Exceptional Items	1,08,47,566	-
Profit before tax	1,19,03,286	20,14,032
Tax Expense		
Current tax	4,95,120	3,80,172
Deferred tax	3,73,128	7,89,457
Profit after tax	1,10,35,037	8,44,404
Other Comprehensive Income	8,622	3,124
Total Comprehensive Income for the Year	1,10,43,659	8,47,527
Balance brought forward from previous year	1,50,86,613	1,57,40,046
Less: Effect of Adoption of IND AS (net of taxes)	-	14,97,837
Add: Profit for the year	1,10,35,037	8,44,404
Balance carried to balance sheet	2,61,21,650	1,50,86,613

2. OPERATIONS OF THE COMPANY

Turnover of the company has increased to INR 69,52,13,947/- in the current year as compared to INR 12,26,88,151/- in the previous year.

The **Profit before tax** has increased to INR 1,19,03,286/- in the current year as compared to INR 20,14,032/- in the previous year.

The **Net Profit after tax** has increased to INR 1,10,35,037/- in the current year as compared to INR 8,44,404/- in the previous year.

3. DIVIDEND

In order to conserve the resources of Company, your Directors do not recommend any dividend.

4. TRANSFER TO RESERVES

An amount of INR 2,61,21,650/- is proposed to be retained in the Profit & Loss Account.

5. CHANGE IN NATURE OF BUSINESS, IF ANY

During the financial year, there has been no change in the business of the company or in the nature of business carried by the Company during the financial year under review.

6. MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENTS RELATED AND THE DATE OF THE REPORT

No material changes and commitments, if any, affecting the financial position of the Company which have occurred between end of the financial year of the Company to which the financial statements relate and the date of the report.

7. SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES

As on 31st March, 2021 your Company does not have any subsidiary, associate or joint venture companies.

8. SIGNIFICANT / MATERIAL ORDERS PASSED BY THE REGULATORS/ COURTS

There are no significant and material orders passed by the regulators/ courts that would impact the going concern status and the Company's operation in future.

9. DIRECTORS AND KEY MANAGERIAL PERSONNEL

In accordance with the provisions of Section 152 of the Companies Act, 2013 and the Articles of Association of the Company, Mrs. Amita Jayesh Mehta, Director retires by rotation at the ensuing Annual General Meeting and being eligible, offers herself for re-appointment. The Board of Directors recommends her re-appointment which has been annexed to this report as 'Annexure -I'

None of the Directors is disqualified for appointment/ re-appointment under Section 164 of the Companies Act, 2013. As required by law, this position is also reflected in the Auditor's Report.

The Composition of the Board, meetings of the Board held during the year and the attendance of the Directors thereat have been mentioned in the Report on Corporate Governance in the Annual Report.

All independent directors have given declaration of compliance of Rule 6(1) & (2) of Companies (Appointment and Qualifications of Directors) Rules, 2014 as amended along with the declaration that they meet the criteria of independence as laid down under Section 149(6) of the Companies Act, 2013.

The Company as on 31st March, 2020 entered the top 2000 listed entities and as per Regulation 17(1) (c) of The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 the board of directors shall comprise of six directors and so company has appointed as Additional Director – Ms. Sharmila Hiralal Amin in the Board Meeting held on 14th August, 2020 and was regularized in the 34th Annual General Meeting held on 29th September, 2020.

With effect from 05th September, 2020 company has appointed Mrs. Khushboo Soumik Shah as the Company Secretary & Compliance Officer.

As required under Section 203 of the Companies Act, 2013, the Company has noted that Mr. Jayesh Ramniklal Mehta, Managing Director; Mr. Shailesh Pandurang Sankav, Chief Financial Officer and Mrs. Khushboo Shah, Company Secretary and Compliance Officer are the Key Managerial Personnel of the Company during the year.

10. NUMBER OF MEETINGS OF THE BOARD

During the year under review, Six Board Meetings were conducted. The composition of the Board and other details relating to the Board meetings has been provided in the Corporate Governance Report. The gap between two Board Meetings did not exceed 120 days as per Section 173 of the Companies Act, 2013 except for the first quarter due to the global pandemic.

11. COMMITTEE

The Company has duly constituted the following mandatory Committees in terms of the provisions of the Companies Act, 2013 read with rules framed thereunder viz.,

- i) Audit Committee
- ii) Nomination and Remuneration Committee
- iii) Stakeholders Relationship Committee

The composition of all such Committees, number of meetings held during the year under review, brief terms of reference and other details have been provided in the Corporate Governance Report which forms part of this Annual Report. All the recommendations made by the Committees were accepted by the Board.

12. DIRECTORS RESPONSIBILITY STATEMENT

Pursuant to Section 134(5) of the Companies Act, 2013 the Directors to the best of their knowledge hereby state and confirm that:

- In the preparation of the annual accounts for the financial year ended 31st March, 2021, the applicable accounting standards have been followed and there are no material departures.
- The 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 at the 31st March, 2021 and of its profit for the year;
- 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;
- The Directors have prepared the annual accounts on a going concern basis;
- The Directors have laid down internal financial controls to be followed by the Company and such Internal Financial Controls are adequate and were operating effectively; and
- The Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

13. DECLARATION BY INDEPENDENT DIRECTORS

All independent directors have given declaration of compliance of Rule 6(1) & (2) of Companies (Appointment and Qualifications of Directors) Rules, 2014 as amended along with the declaration that they meet the criteria of independence as laid down under Section 149(6) of the Companies Act, 2013.

SEPARATE MEETING OF INDEPENDENT DIRECTOR

In terms of requirement of Schedule IV of the Companies Act, 2013, the Independent Director of the Company met separately on 12th February, 2021 to inter alia review the performance of Non-Independent Director.

14. PUBLIC DEPOSITS

The Company has not accepted any public deposits within the meaning of Section 73 to 76 of the Companies Act, 2013 read with the Companies (Acceptance of Deposits) Rules, 2014 during the year under review and there are no outstanding deposits which are pending for repayment.

15. COMPANY'S POLICY ON APPOINTMENT AND REMUNERATION OF DIRECTORS

The Company has been following a policy with respect to appointment and remuneration of Directors, Key Managerial Personnel and Senior Management Personnel. The appointment of Directors on the

Board is subject to the recommendation of the Nomination and Remuneration Committee (NRC). Based on the recommendation of the NRC, the remuneration of Executive Director is fixed in accordance with the provisions of the Company's Act, 2013 which comprises of Basic Salary, Perquisites, Allowances and Commission. The Remuneration of Non-Executive Directors comprises of sitting fees in accordance with the provisions Companies Act, 2013.

The criteria for appointment of Board of Directors and Remuneration Policy of your Company are placed on the website of the Company www.cteil.com

16. EVALUATION OF BOARD OF DIRECTORS

Pursuant to the provisions of the Companies Act, 2013; the Nomination and Remuneration Committee formulated the criteria for evaluation of the performance of the Board of Directors, its various Committees constituted as per the provisions of the Companies Act, 2013 and individual directors. Based on that, the Board of Directors carried out an annual evaluation of its own performance and of its various Committees viz. Audit Committee, Nomination and Remuneration Committee, Stakeholder Relationship Committee and expressed their satisfaction with its performance and performance of its Committees.

17. SECRETARIAL AUDITOR

Pursuant to the provisions of Section 204 of the Companies Act, 2013 read with the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 the Company appointed M/s Anjana Manseta & Co, Practicing Company Secretaries to conduct the Secretarial Audit of the Company for the financial year 2020-2021. The report is attached herewith as '**Annexure - II**' to the Board's Report.

There are no qualifications, reservations, adverse remark or disclaimer in the Secretarial Audit Report.

18. EXTRACT OF ANNUAL RETURN

The details forming part of extract of the Annual Return in Form MGT-9 in accordance with Section 92(3) of The Companies Act, 2013 read with the Companies (Management and Administration) Rules, 2014, has been annexed with this report as '**Annexure -III**'. Also as required under amended Section 134(3) (a) of the Act, amended through Companies Amendment Act, 2017, effective from 31st July, 2018, the Company will place its Annual Return as on 31st March, 2021 on its website viz. www.cteil.com, within the prescribed time.

19. AUDITORS

STATUTORY AUDITORS

M/s Ambavat Jain & Associates, LLP Chartered Accountants (**Firm Registration No.: 109681W**) were appointed as Statutory Auditors of the Company for a period of Five (5) years till the conclusion of Thirty Sixth Annual General Meeting of the Company.

20. STATUTORY AUDITORS REPORT

The Auditors Report on Standalone Financial Statements for the financial year 2020-2021, issued by M/s Ambavat Jain & Associates, LLP Chartered Accountants, does not contain any qualification, observation, disclaimer, reservation or adverse remark.

21. PARTICULARS OF LOAN GIVEN, INVESTMENTS MADE, GUARANTEE GIVEN AND SECURITIES PROVIDED UNDER SECTION 186 OF THE ACT

The details of investments covered under the provisions of Section 186 of the Companies Act, 2013 are disclosed in **Note No. 4** to the Financial Statements. The Company has not given any loans and guarantees under Section 186 of the Act during the Financial Year 2019-2020.

22. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

The particulars of contracts or arrangements entered into by the company with related parties referred to in sub-section (1) of Section 188 of the Companies Act, 2013 are disclosed in Form AOC-2 pursuant to section 134(3) (h) of the Companies Act, 2013 read with Rule 8(2) of the Companies (Accounts) Rules, 2014 is set out as '**Annexure - IV**' to this report. All related party transactions are presented to the Audit Committee and the Board. The company has framed a Policy on Related Party Transactions. The policy on related party transaction can be accessed on the website of the Company www.cteil.com

23. RISK MANAGEMENT

The Company has a risk management frame work for identification, assessment and mitigation of risks. This framework essentially creates transparency and minimize the risk and adverse impact on the business objectives and enhances the Company's competitive edge. This frame work consists of various risk models helping in indentifying risk, risk trends, exposure and potential influence analysis is separately for various business segments and at various levels of the Company.

Based on the operations of the Company new risks, if any, are identified, appropriate steps are taken to mitigate them. Our internal control encompasses various management system, structures of organisation, standard and code of conduct which all put together help in managing the risks associated with the Company.

24. AUDIT COMMITTEE

As on 31st March, 2021 the Audit Committee of the Board of Directors of the Company comprises of 3 (three) members namely:

1. Mr. Bharat Sugnomal Bhatia
2. Mr. Rameshchand Garg - [CHAIRMAN]
3. Mr. Vasant Gaurishankar Joshi

The Board accepted the recommendations of the Audit Committee whenever made by the Committee during the year.

25. DETAILS IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS

The Company has a proper and adequate system of internal controls. This ensures that all assets are safeguarded and protected against loss from unauthorized use or disposition and those transactions are authorised, recorded and reported correctly. An extensive programme of internal audits and management reviews supplements the process of internal control. Properly documented policies, guidelines and procedures are laid down for this purpose. The internal control system has been designed to ensure that the financial and other records are reliable for preparing financial and other statements and for maintaining accountability of assets. The Company has in place adequate internal financial controls with reference to financial statements.

In accordance with Rule 8(5) (viii) of Companies (Accounts) Rules, 2014, it is hereby confirmed that the Internal Financial Controls are adequate with reference to the financial statements.

26. ESTABLISHMENT OF VIGIL MECHANISM

In pursuant to the provisions of Section 177 (9) & (10) of the Companies Act, 2013, a Vigil Mechanism for directors and employees to report genuine concerns has been established. The Vigil Mechanism / Whistle Blower Policy is available on the website of the Company www.cteil.com

27. CORPORATE GOVERNANCE

A report on Corporate Governance along with a certificate from Practicing Company Secretary of the Company confirming of corporate governance requirements as stipulated under Regulation 27 of SEBI (LODR) Regulations forms part of this Annual Report.

28. DISCLOSURES UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2013

The Company has in place Anti Sexual Harassment Policy in line with the requirements of The Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013. The company has provided a safe and dignified work environment for employee which is free of discrimination. The objective of this policy is to provide protection against sexual harassment of women at workplace and for redressal of any such complaints of harassment.

Pursuant to requirements of Section 22 of Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013 read with Rules thereunder, it is hereby declared that the Company has not received any complaint of sexual harassment during the year under review.

29. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO AS STIPULATED UNDER SECTION 134(3) (M) OF THE COMPANIES ACT, 2013 READ WITH RULE 8 OF THE COMPANIES (ACCOUNTS) RULES, 2014

a) Conservation of Energy –The Company continues to remain conscious of conserving energy resources and takes various measures to rationalize the consumption of energy.

b) Technology Absorption - Your Company has not imported any technology for manufacture of textiles yarn or plastic crates.

c) Foreign Exchange Earnings and Outgo

	FY 2020-2021	FY 2019-2020
Total Foreign Exchange Outgo	6,63,780	7,52,325
Total Foreign Exchange earned (FOB)	NIL	NIL

30. PARTICULARS OF EMPLOYEES

Information as required under the provisions of Section 197 of the Act, read with Rules 5(2) & 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, are set out in 'Annexure - V' to the Directors' Report. There are no employees employed throughout the financial year who was in receipt of remuneration of INR 1.02 crore or more, or employed for part of the year and in receipt of INR 8.5 lakh or more a month, as mentioned under Rule 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

31. MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Management Discussion and Analysis Report for the financial year under review, as stipulated under Regulation 34 of SEBI (LODR) Regulations is presented in a separate section forming part of this Annual Report attached as 'Annexure - VI'

32. CODE OF CONDUCT FOR PREVENTION OF INSIDER TRADING IN SECURITIES

During the year, Company has amended the Code of Conduct for Prevention of Insider Trading in Securities ("Code") in accordance with SEBI (Prohibition of Insider Trading) Amendment Regulations, 2018, which is effective from April 01, 2019. The amended Code is uploaded on the website of the Company. The objective of the Code is to protect the interest of shareholders at large, to prevent misuse of any unpublished price sensitive information and to prevent any insider trading activity by dealing in shares of the Company by its Directors, Designated Persons, and employees.

33. REPORTING OF FRAUD BY THE AUDITORS

Pursuant to the provisions of Section 143 (12) of the Companies Act, 2013, no instance of fraud has been reported by the auditors against the Company.

34. INSIDER TRADING CODE

In compliance with the SEBI regulations on prevention of insider trading, the Company has instituted a comprehensive Code of Conduct for regulating, monitoring and reporting of trading by Insiders. The said Code laid down guidelines which advised them on procedures to be followed and disclosures to be made, while dealing with shares of the Company and cautioned them on consequences of non-compliance. Further, the Company has put in place a Code of practices and procedures of fair disclosures of unpublished price sensitive information. Both the aforesaid Codes are in lines with the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015. The code of conduct of the company for prevention of insider trading is placed at the website of the company.

35. COMPLIANCE WITH APPLICABLE SECRETARIAL STANDARDS

The Company has complied the applicable provisions of Secretarial Standards i.e. SS-1 and SS-2, issued by Institute of Company Secretaries of India and approved by the Central Government under Section 118 (10) of the Act during the year under Report.

36. LISTING WITH STOCK EXCHANGES

The Company confirms that it has paid Annual Listing Fees for the year 2021-2022 to both the stock exchanges where the Company's shares are listed.

37. CAUTIONARY STATEMENT

Statements in Annual Report, including those which relate to Management Discussion and Analysis, describing the Company's objectives, projections, estimates and expectations, may constitute 'forward looking statements' within the meaning of applicable laws and regulations. Although the expectations are based on reasonable assumptions, the actual results might differ.

38. ACKNOWLEDGEMENTS

The Directors wish to convey their appreciation to all employees for their enormous efforts at the individual level as well as their collective contribution to the Company's performance. The Directors would also like to thank the shareholders, customers, dealers, suppliers, bankers, Government and all the other business associates for the continuous support given by them to the Company and their confidence in management.

For and behalf of the Board of Directors

Jayesh R Mehta
(DIN: 00193029)
Chairman & Managing Director

Place: Mumbai
Date: 13th August, 2021

“ANNEXURE - II”

**FORM NO. MR 3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31STMARCH 2021**

(Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies
(Appointment and Remuneration of Managerial Personnel) Rules, 2014)

To,
The Members of
CHANDNI TEXTILES ENGINEERING INDUSTRIES LTD
(CIN – L25209MH1986PLC040119)
110, T.V. Industrial Estate, 52 S.K. AhireMarg,
Worli, Mumbai,
Maharashtra,
India – 400030

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **CHANDNI TEXTILES ENGINEERING INDUSTRIES LIMITED** hereinafter called the Company. Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the **CHANDNI TEXTILES ENGINEERING INDUSTRIES LIMITED** 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 my opinion, the company has, during the audit period covering the financial year ended on 31st March, 2021 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by **CHANDNI TEXTILES ENGINEERING INDUSTRIES LIMITED** (“the Company”) for the financial year ended on 31stMarch 2021 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 (‘SCRA’) and the rules made thereunder;

- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - i. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - ii. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015
 - iii. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009; **[Not applicable as the Company has not issued any further share capital during the period under review];**
 - iv. The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014;
 - v. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; **[Not Applicable as the Company has not issued and listed any debt securities during the financial year under review]** ;
 - vi. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulation, 1993 regarding the Companies Act and dealing with client; **[Not Applicable as the company is not registered as Registrar to Issue and Share Transfer Agent during the financial year under review]** ;
 - vii. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulation, 2009; **[Not applicable as the Company has not delisted / proposed to delist its equity shares from any stock exchange during the financial year under review]** ;
 - viii. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 **[Not applicable as the Company has not bought back / proposed to buy back any of its securities during the financial year under review].**
- (vi) The management has identified and confirmed the following laws as specifically applicable to the company:
 - (a) Factories Act, 1948
 - (b) Industrial Disputes Act, 1947
 - (c) The Payment of Wages Act, 1936
 - (d) The Minimum Wages Act, 1948
 - (e) The Employees' Provident Funds and Miscellaneous Provisions Act, 1952
 - (f) The Payment of Bonus Act, 1965
 - (g) The Payment of Gratuity Act, 1972
 - (h) The Contract Labour (Regulation & Abolition) Act, 1970

- (i) Employees' State Insurance Act, 1948
- (j) Water (Prevention and Control of Pollution) Act, 1974
- (k) Air (Prevention and Control of Pollution) Act, 1981

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

- i. Secretarial Standards issued by The Institute of Company Secretaries of India.(Applicable to the extent notified and enforced during the period of audit).
- ii. The Listing Agreements entered into by the Company with the BSE Limited, National Stock Exchange of India Limited.
- iii. We have not examined compliance by the Company with applicable financial laws, like direct and indirect tax laws, since the same have been subject to review by statutory financial audit and other designated professionals.

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, Listing Agreements etc. mentioned above.

In respect of other laws specifically applicable to the Company, I have relied on the information/record produced by the Company during the course of my audit and the reporting is limited to that extent.

I further report that

- The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors.
- Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent generally 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.
- All the decisions of the Board and committee thereof were carried out with requisite majority.

I further report that:-

Based on review of compliance mechanism established by the Company and on the basis of the information provided by the CFO, we are of the opinion that there are adequate systems and processes in place in the company which is commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines:-

I further report that,

During the audit period there were no instances of:

- (i) Public/Right/Preferential issue of shares / debentures/sweat equity, etc.
- (ii) Redemption / buy-back of securities.
- (iii) Major decisions taken by the members in pursuance to Section 180 of the Companies Act, 2013.
- (iv) Merger / amalgamation / reconstruction, etc.
- (v) Foreign technical collaborations.

Place : Mumbai

Date : 31 July 2021

**For AnjanaManseta & Co.
Company secretaries**

**AnjanaManseta
(Proprietor)**

FCS No. : 10078

CP No. : 10668

UDIN: F010078C000718214

Note : This report is to be read with our letter of even date which is annexed as Annexure A and forms an integral part of this report.

Annexure A

To,
The Members,
CHANDNI TEXTILES ENGINEERING INDUSTRIES LIMITED
(CIN – L25209MH1986PLC040119)
110, T.V. Industrial Estate, 52 S.K.AhireMarg,
Worli, Mumbai,
Maharashtra
India – 400030

Our 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. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance.
3. About the correctness of the contents of the Secretarial Records. The verification was done on the test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
4. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
5. Wherever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
6. The compliance of the provisions of corporate and other applicable laws, rules, regulations, standards are the responsibility of management. Our examination was limited to the verification of procedures on test basis.
7. 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.

Place: Mumbai
Date: 31 July 2021

Anjana Manseta & Co.
Company secretaries

Anjana Manseta
(Proprietor)
FCS No.: 10078
CP No.: 10668
UDIN: F010078C000718214

**SECRETARIAL COMPLIANCE REPORT OF
CHANDNI TEXTILES ENGINEERING INDUSTRIES LIMITED
FOR THE YEAR ENDED 31MARCH, 2021**

**To,
The Members
Chandni Textiles Engineering Industries Limited**

1. We, M/s Anjana Manseta & Co. Company secretaries, having our office at 03, Radha Kunj CHS LTD, Near Ram Mandir, L.T. Road, Borivali west, Mumbai-400091 have examined:
 2. all the documents and records made available to us and explanation provided by Chandni Textiles Engineering Industries Limited (“the listed entity”).
 3. the filings / submissions made by the listed entity to the stock exchanges,
 4. website of the listed entity
 5. any other documents / filing, as may be relevant, which has been relied upon to make this certification,for the year ended 31stMarch,2021 (“Review Period”) in respect of compliance with the provisions of:
 - (a) the Securities and Exchange Board of India Act, 1992 (“SEBI Act”) and the Regulations, circulars, guidelines issued thereunder; and
 - (b) the Securities Contracts (Regulation) Act, 1956 (“SCRA”), rules made thereunder and the Regulations, circulars, guidelines issued thereunder by the Securities and Exchange Board of India (“SEBI”);
2. The specific Regulations, whose provisions and the circulars/ guidelines issued thereunder, have been examined, include:-
 - (a) Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;
 - (b) Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;

****Not Applicable as the Company has not issued any further share capital during the period under review.**

(c) Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

(d) Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018;

****Not Applicable as the Company has not issued any further share capital during the period under review.**

(e) Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014;

(f) Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;

****Not Applicable as the Company has not issued any Debt Securities during the period under review.**

(g) Securities and Exchange Board of India (Issue and Listing of Non- Convertible and Redeemable Preference Shares) Regulations, 2013;

****Not Applicable as the Company has not issued any NCD and Preference shares capital during the period under review.**

(h) Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;

(i) Securities and Exchange Board of India (Depository Participants) Regulations, 1996 & 2018;

and based on the above examination, I/We hereby report that, during the Review Period:

(a) The listed entity has complied with the provisions of the above Regulations and circulars/ guidelines issued thereunder as applicable to it, However, in absence of any transaction relating to regulations mentioned above under clause (b), (d), (f) and (g) during the period under review, the compliance of relevant provisions mentioned herein does not arise.

(b) The listed entity has maintained proper records under the provisions of the above Regulations and circulars/ guidelines issued thereunder insofar as it appears from my/our examination of those records.

- (c) No action was required to be taken against the listed entity/its promoters/ directors/ material subsidiaries either by SEBI or by Stock Exchanges (including under the Standard Operating Procedures issued by SEBI through various circulars) under the aforesaid Acts/ Regulations and circulars/ guidelines issued thereunder:
- (d) The reporting of actions by the listed entity to comply with the observations made in previous reports does not arise during the Review Period,

**For Anjana Manseta & Co.
Company Secretaries**

Date: 23 May 2021

**Anjana Manseta
FCS:10078;CP: 10668
UDIN: F010078C000359427**

'ANNEXURE -III'

EXTRACT OF ANNUAL RETURN**As on the Financial Year ended on March 31, 2021****[Pursuant to section 92(3) of the Companies Act, 2013 and Rule 12(1) of the Companies (Management and Administration) Rules, 2014]****I. Registration and Other Details**

(i)	CIN	L25209MH1986PLC040119
(ii)	Registration Date	17th June, 1986
(iii)	Name of the Company	Chandni Textiles Engineering Industries Limited
(iv)	Category of Company Sub-Category of the Company	Public Limited Company Indian Non-government Company
(v)	Address of the Registered Office & Contact Details	110, T.V. Industrial Estate, 52, S.K. Ahire Marg, Worli, Mumbai, Maharashtra – 400030 Tele No: 022- 24950328 Email: jrgroup@jrmehta.com Website: www.cteil.com
(vi)	Whether listed Company	Yes
(vii)	Name, Address and Contact details of Registrar & Transfer Agents (RTA), if Any	M/s PurvaShareregistry (India) Pvt Ltd Shiv Shakti Industrial Estate, Unit No. 9, J.R. Boricha Marg, Sitaram Mill Compound, Lower Parel (East), Mumbai – 400 011 Tel No. : 022 23016761/ 23018261 Fax No.: 022 23012518 E-mail : support@purvashare.com Website: www.purvashare.com

II. Principal Business Activity of the Company

All the Business Activity contributing 10% or more of the total turnover shall be stated

Sr. No.	Name and Description of Main Products/ Services	NIC Code of the Product/ Service	% to total turnover of the Company
1.	Velvet Fabrics	1399	80.74%
2.	Plastic Crates		19.25%

III. Particulars of Holding, Subsidiary and Associate Companies

Name and Address of the Company	CIN/GLN/ Registration Number	Holding/Subsidiary/ Associate	% of Shares held	Applicable Section
NIL	NIL	NIL	NIL	NIL

IV. Shareholding Pattern (Equity Share Capital Breakup as percentage of Total Equity)**(i) Category-wise Shareholding**

Category of Shareholders	No. of Shares held at the beginning of the year (As on 01-04-2020)				No. of Shares held at the end of the year (As on 31-03-2021)				% Change during the year
	Demat	Physical	Total	% of Total share	Demat	Physical	Total	% of Total share	
A. Promoter									
(1) Indian									
a) Individual/ HUF	7081217	0	7081217	43.88	7081217	0	7081217	43.88	0.00
b) Central Govt.	0	0	0	0	0	0	0	00	0
c) State Govt.	0	0	0	0	0	0	0	0	0
d) Bodies Corp	422212	0	422212	2.62	422212	0	422212	2.62	0.00
e) Banks/ FI	0	0	0	0	0	0	0	0	0
f) Any other	0	0	0	0	0	0	0	0	0
Sub-Total (A)(1)	7503429	0	7503429	46.50	7503429	0	7503429	46.50	0.00
(2) Foreign									
a) NRI- Individuals	0	0	0	0	0	0	0	0	0
b) Other- Individuals	0	0	0	0	0	0	0	0	0
c) Bodies Corp	0	0	0	0	0	0	0	0	0
d) Banks/ FIs	0	0	0	0	0	0	0	0	0
e) Any Other	0	0	0	0	0	0	0	0	0
Sub-Total (A)(2)	0	0	0	0	0	0	0	0	0

Total Shareholding of Promoters (A)=(A)(1)+(A)(2)	7503429	0	7503429	46.50	7503429	0	7503429	46.50	0.00
B. Public Shareholding									
(1) Institutions									
a) Mutual Funds	0	0	0	0	0	0	0	0	0
b) Banks/ FI	0	400	400	0	0	400	400	0	0
c) Central Govt.	0	0	0	0	0	0	0	0	0
d) State Govt.	0	0	0	0	0	0	0	0	0
e) Venture Capital Funds	0	0	0	0	0	0	0	0	0
f) Insurance Cos.	0	0	0	0	0	0	0	0	0
g) FIIs	0	0	0	0	0	0	0	0	0
h) Foreign Venture Capital Funds	0	0	0	0	0	0	0	0	0
i) Others (specify)	0	0	0	0	0	0	0	0	0
Sub-Total (B) (1)	0	400	400	0.00	0	400	400	0.00	0.00
(2) Non Institutions									
a) Bodies Corp.									
i) Indian	665147	22600	687747	4.26	702425	22600	725025	4.49	0.23
ii) Overseas	0	0	0	0	0	0	0	0	0
b) Individuals									
i) Individual Shareholders holding nominal share capital upto 1 Lakh	1217156	180525	1397681	8.66	1494818	180225	1675043	10.38	1.72
ii) Individual Shareholders holding nominal share capital in excess of 1 lakh	6317116	0	6317116	39.15	5852678	0	5852678	36.27	-2.88
c) Others (Specify)									
i) LLP	12500	0	12500	0.08	20500	0	20500	0.13	0.05

ii) NRI (Repat& Non Repat)	2132	0	2132	0.01	4865	0	4865	0.03	0.02
iii) Hindu Undivided Family	185825	0	185825	1.15	340041	0	340041	2.11	0.96
iv) Clearing Members	30433	0	30433	0.19	15282	0	15282	0.09	-0.09
Sub Total (B)(2)	8430309	203125	8633434	53.50	8430609	203225	8633434	53.50	0.00
Total Public Shareholding (B)=(B)(1)+(B)(2)	8430309	203525	8633834	53.50	8430609	203225	8633834	53.50	0.00
C. Shares held by Custodian for GDRs & ADRs	0	0	0	0	0	0	0	0	0
Grand Total (A+B+C)	15933738	203525	16137263	100	15934038	203225	16137263	100	0

(ii) Shareholding of Promoter

Shareholders Name	Shareholder at the beginning of the year			Shareholding at the end of the year			% Change during the year
	No. of shares	% of total shares of the Co.	% of pledged/encumbered to total shares	No. of shares	% of total shares of the Co.	% of pledged/encumbered to total shares	
Jayesh Ramniklal Mehta	4192091	25.98	0	4192091	25.98	0	0
Amita Jayesh Mehta	2759626	17.10	0	2759626	17.10	0	0
J.R. Texmachtrade Private Limited	422212	2.62	0	422212	2.62	0	0
Prerna Jayesh Mehta	67000	0.42	0	67000	0.42	0	0
Chandni Jayesh Mehta	62500	0.39	0	62500	0.39	0	0

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

Sr. No.	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the	No. of shares	% of total shares of the

			Co.		Co.
1.	Jayesh Ramniklal Mehta	4192091	25.98	4192091	25.98
2.	Amita Jayesh Mehta	2759626	17.10	2759626	17.10
3.	J. R. Texmachtrade Private Limited	422212	2.62	422212	2.62
4.	Prerna Jayesh Mehta	67000	0.42	67000	0.42
5.	Chandni Jayesh Mehta	62500	0.39	62500	0.39

(iv) Shareholding Pattern of Top Ten Shareholders (Other than Directors, Promoters and Holders of GDRs and ADRs)

Sr. No.	For each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of Shares	% of total shares of the company	No. of Shares	% of total shares of the company
1.	CHE TAN KANTILAL MEHTA				
	At the beginning of the year	2096323	12.99		
	Decrease as on 15/05/2020	25000	-0.15	2071326	12.84
	Decrease as on 22/05/2020	65000	-0.40	2006323	12.43
	Decrease as on 29/05/2020	85000	-0.53	1921326	11.91
	Decrease as on 5/06/2020	100000	-0.62	1821326	11.29
	Decrease as on 12/06/2020	35281	-0.22	1786045	11.07
	Decrease as on 19/06/2020	110000	-0.68	1676045	10.39

Decrease as on 26/06/2020	230000	-1.43	1446045	8.96
Decrease as on 30/06/2020	30000	-0.19	1416045	8.78
Decrease as on 03/07/2020	127000	-0.79	1289045	7.99
Decrease as on 10/07/2020	41252	-0.26	1247793	7.73
Decrease as on 17/07/2020	107000	-0.66	1140793	7.07
Decrease as on 24/07/2020	23000	-0.14	1117793	6.93
Decrease as on 31/07/2020	458610	-2.84	659183	4.08
Decrease as on 14/08/2020	100000	-0.62	559183	3.47
Increase as on 21/08/2020	50000	0.31	609183	3.78
Decrease as on 28/08/2020	159765	0.99	768948	4.77
Decrease as on 31/08/2020	16000	-0.10	752948	4.67
Increase as on 04/09/2020	6050	0.04	758998	4.70
Decrease as on 11/09/2020	29501	-0.18	729497	4.52
Decrease as on 18/09/2020	17301	-0.11	712196	4.41
Decrease as on 22/09/2020	10250	-0.06	701946	4.35
Decrease as on 25/09/2020	3150	-0.02	698796	4.33
Increase as on 30/09/2020	4025	0.22	702821	4.36
Decrease as on 16/10/2020	4000	-0.02	698821	4.33
Increase as on 06/11/2020	10000	0.06	708821	4.39
Increase as on 20/11/2020	1600	0.01	710421	4.40
Increase as on 27/11/2020	150	0.00	710571	4.40
Decrease as on 04/12/2020	6875	-0.04	703696	4.36
Decrease as on 11/12/2020	16282	-0.10	687414	4.26
Increase as on 18/12/2020	4700	0.03	692114	4.29
Increase as on 25/12/2020	4615	0.03	696729	4.32
Increase as on 31/12/2020	10200	0.06	706929	4.38
Decrease as on 08/01/2021	41047	-0.25	665882	4.13
Decrease as on 15/01/2021	21282	-0.13	644600	3.99

	Increase as on 22/01/2021	13483	0.08	658083	4.08
	Increase as on 29/01/2021	28847	0.18	686930	4.26
	Decrease as on 05/02/2021	89316	-0.55	597614	3.70
	Decrease as on 12/02/2021	25601	-0.16	572013	3.54
	Decrease as on 19/02/2021	5415	-0.03	566598	3.51
	Increase as on 26/02/2021	58937	0.37	625535	3.88
	Decrease as on 05/03/2021	9299	-0.06	616236	3.82
	Increase as on 12/03/2021	5966	0.04	622202	3.86
	Decrease as on 19/03/2021	235768	-1.46	386434	2.39
	Increase as on 26/03/2021	11631	0.07	398065	2.47
	Increase as on 31/03/2021	7238	0.04	405303	2.51
	At the end of the year 31/03/2021			405303	2.51
2.	HETAL CHETAN MEHTA				
	At the beginning of the year	1012728	6.28		
	Increase as on 26/06/2020	14761	0.09	1027489	6.37
	Increase as on 23/10/2020	500	0.00	1027989	6.37
	Increase as on 31/12/2020	22500	0.14	1050489	6.51
	Decrease as on 05/02/2021	37000	-0.23	1013489	6.28
	Decrease as on 12/02/2021	70000	-0.43	943489	5.85
	Decrease as on 26/02/2021	57500	-0.36	885989	5.49
	Decrease as on 05/03/2021	29000	-0.18	856989	5.31
	Decrease as on 19/03/2021	112683	0.70	969672	6.01
	At the end of the year 31/03/2021			969672	6.01
3.	MAHAVIRSINGH N CHAUHAN				
	At the beginning of the year	613791	3.80		
	Decrease as on 25/09/2020	951	-0.01	612840	3.80

	Decrease as on 30/09/2020	22421	-0.14	590419	3.66
	Decrease as on 02/10/2020	11628	-0.07	578791	3.59
	Decrease as on 09/10/2020	134715	-0.83	444076	2.75
	Decrease as on 19/02/2021	581	-0.00	443495	2.75
	Decrease as on 26/02/2021	1	-0.00	443494	2.75
	Decrease as on 19/03/2021	1	-0.00	443493	2.75
	At the end of the year 31/03/2021			443493	2.75
4.	INTERNATIONAL FINANCIAL SERVICES LTD				
	At the beginning of the year	603071	3.74		
	No change	0	0	0	0
	At the end of the year 31/03/2021			603071	3.74
5.	KETAN M BRAHMBHATT				
	At the beginning of the year	223839	1.39		
	Decrease as on 12/06/2020	231	-0.00	223608	1.39
	Decrease as on 19/06/2020	14114	-0.09	209494	1.30
	Decrease as on 10/07/2020	50	-0.00	209444	1.30
	Decrease as on 14/08/2020	14922	-0.09	194522	1.21
	Decrease as on 21/08/2020	2000	-0.01	192522	1.19
	Decrease as on 22/01/2021	3800	-0.02	188722	1.17
	Decrease as on 12/02/2021	9000	-0.06	179722	1.11
	Decrease as on 19/02/2021	8000	-0.05	171722	1.06
	Decrease as on 26/02/2021	5000	-0.03	166722	1.03
	Decrease as on 05/03/2021	17000	-0.11	149722	0.93
	Decrease as on 26/03/2021	43600	-0.27	106122	0.66
	At the end of the year 31/03/2021			106122	0.66

6.	MINAL MANISH AJMERA				
	At the beginning of the year	200000	1.24		
	Decrease as on 06/11/2020	20000	-0.12	180000	1.12
	Decrease as on 08/01/2021	25000	-0.15	155000	0.96
	Decrease as on 22/01/2021	15000	-0.09	140000	0.87
	At the end of the year 31/03/2021			140000	0.87
7.	ASHWINI JITEN AJMERA				
	At the beginning of the year	200000	1.24		
	Decrease as on 25/12/2020	50000	-0.31	150000	0.93
	Decrease as on 31/12/2020	36089	-0.22	113911	0.71
	At the end of the year 31/03/2021			113911	0.71
8.	CHIRAJ CHAMPAKLAL PUJARA				
	At the beginning of the year	173601	1.08		
	Increase as on 05/06/2020	25000	0.15	198601	1.23
	Decrease as on 19/06/2020	25000	-0.15	173601	1.08
	At the end of the year 31/03/2021			173601	1.08
9.	NISHITA ALPESH AJMERA				
	At the beginning of the year	100000	0.62		
	No change	0	0	0	0
	At the end of the year 31/03/2021			100000	0.62
10.	SACHIN RAMESH MHATRE				
	At the beginning of the year	81201	0.50		
	No Change	0	0	0	0

	At the end of the year 31/03/2021			81201	0.50
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(V) Shareholding of Directors and Key Managerial Personnel (KMP)

Sr. No.	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year	Cumulative Shareholding during the year			
			No. of Shares	% of Total Shares	No. of Shares	% of Total Shares
1.	JayeshRamniklal Mehta – Chairman & Managing Director					
	At the beginning of the year	4192091	25.98	4192091	25.98	
	Changes during the year	-	-	-	-	
	At the end of the year	4192091	25.98	4192091	25.98	
2.	Amita Jayesh Mehta – Non Executive Director					
	At the beginning of the year	2759626	17.10	2759626	17.10	
	Changes during the year	-	-	-	-	
	At the end of the year	2759626	17.10	2759626	17.10	
3.	Bharat Sugnomal Bhatia – Non Executive Independent Director					
	At the beginning of the year	-	-	-	-	
	Changes during the year	-	-	-	-	
	At the end of the year	-	-	-	-	
4.	Rameshchand Garg – Non Executive Independent Director					
	At the beginning of the year	-	-	-	-	
	Changes during the year	-	-	-	-	

	At the end of the year	-	-	-	-
5.	Vasant Gaurishankar Joshi – Non Executive Independent Director				
	At the beginning of the year	10	0.00	10	0.00
	Changes during the year	-	-	-	-
	At the end of the year	10	0.00	10	0.00
6.	Shailesh Pandurang Sankav – Chief Financial Officer				
	At the beginning of the year	41568	0.26	41568	0.26
	Changes during the year	-	-	-	-
	At the end of the year	41568	0.26	41568	0.26
7.	Khushboo Shah – Company Secretary & Compliance Officer				
	At the beginning of the year	-	-	-	-
	Changes during the year	-	-	-	-
	At the end of the year	-	-	-	-
8.	Sharmila Hiralal Amin –Executive Director				
	At the beginning of the year	-	-	-	-
	Changes during the year	-	-	-	-
	At the end of the year	-	-	-	-

V. INDEBTNESS**Indebtedness of the Company including interest outstanding/ accrued but not due for payment**

Particulars	Secured loans excluding deposits	Unsecured Loans (Rs.)	Deposits (Rs.)	Total Indebtedness (Rs.)

	(Rs.)			
Indebtedness at the beginning of the financial year				
i) Principal Amount	1,03,460	0	0	0
ii) Interest due but not paid	0	0	0	0
iii) Interest accrued but not due	0	0	0	0
Total (i+ii+iii)	1,03,460	0	0	1,03,460
Change in indebtedness during the financial year				
Addition	0	0	0	0
Reduction	0	0	0	0
Net Change	0	0	0	0
Indebtedness at the end of the financial year				
i) Principal Amount	1,03,460	0	0	1,03,460
ii) Interest due but not paid	0	0	0	0
iii) Interest accrued but not due	0	0	0	0

VI. Remuneration of Directors and Key Managerial Personnel

A) Remuneration to Managing Director, Whole-time Directors and / or Manager:

Sr. No.	Particulars of Remuneration	Name of MD/WTD/ Manager		Total Amount (Rs.)
	Name	Jayesh Ramniklal Mehta	Sharmila Hiralal Amin	
	Designation	Managing Director	Executive Director	
1.	Gross Salary	10,80,000	20,000	11,00,000
	(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)	10,80,000	20,000	11,00,000

B) Remuneration to other Directors

Sr. No.	Particulars of Remuneration	Mrs.Amita Jayesh Mehta	Mr. Rameshchand Garg	Mr. Bharat Bhatia	Mr.Vasant Gaurishankar Joshi	Total Amount
I	Independent Directors					
1	Fee for attending Board/Committee meetings/AGM	-	50,000	50,000	50,000	1,50,000
2	Commission	-	-	-	-	-
3	Others, please specify	-	-	-	-	-
	Total (I)		50,000	50,000	50,000	1,50,000
II	Other Non-Executive Directors					
1	Fee for attending Board/Committee meetings/AGM	30,000	-	-	-	30,000
2	Commission	-	-	-	-	-
3	Others, please specify	-	-	-	-	-
	Total (II)	30,000	-	-	-	-
	Total (B) = (I + II)	30,000	-	-	-	1,80,000

C) Remuneration to Key Managerial Personnel other than MD/ Manager / WTD:

Sr.	Particulars of Remuneration	Key Managerial Personnel	
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No.		Mr. Shailesh Sankav (CFO)	Mrs. Khushboo Shah (Company Secretary & Compliance Officer)	Total
1.	Gross Salary	5,67,000	2,80,000	8,47,000
	(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 – (Bonus)	47,250	23,333	70,583
	TOTAL	6,14,250	3,03,333	9,17,583

VI. Penalties/ Punishment/ Compounding of offences:

There were no penalties / punishment / compounding of offences for breach of any section of Companies Act, 2013 against the Company or its Directors or other Officers in default, if any, during the year.

**For and on behalf of the Board of Directors
Chandni Textiles Engineering Industries Limited**

**Date: 13th August, 2021
Place: Mumbai**

**Jayesh R Mehta
(DIN: 00193029)
Chairman & Managing Director**

'ANNEXURE-IV'**Form No. AOC-2**

[Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014]

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

1. Details of contracts or arrangements or transactions not at arm's length basis: NIL

There were no contracts or arrangements, or transactions entered into during the year ended 31st March, 2021, which were not at arm's length basis.

2. Details of material contracts or arrangement or transactions at arm's length basis:

Name of the Related parties	Nature of contracts / arrangements / transactions	Duration of the contracts / arrangements / transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Amount paid as advances, if any
Chandni Machines Limited [formerly known as Chandni Machines Private Limited]	Purchase of Capital Asset	10-12-2020	1,64,00,000	N.A.
	Rent/Compensation paid	01-04-2020 to 31-03-2021	5,06,250	
	Rent/Compensation received	01-04-2020 to 31-03-2021	7,87,500	
Mr. Jayesh Ramniklal Mehta	Remuneration paid to Managing Director	01-04-2020 to 31-03-2021	10,80,000	
Mr. Shailesh Sankav	Salary & Bonus	01-04-2020 to 31-03-2021	6,14,250	
Mrs. Khushboo Shah		01-09-2020 to 31-03-2021	3,03,333	
Mr. Hitesh Mehta	Commission on sales	26-12-2020	2,59,275	

**For and on behalf of
Chandni Textiles Engineering Industries Limited**

**Date: 13th August, 2021
Place: Mumbai**

**Jayesh Ramniklal Mehta
(DIN: 00193029)
Managing Director**

'ANNEXURE -V'

PARTICULARS OF EMPLOYEES AND RELATED DISCLOSURES

Disclosures in terms of sub-section 12 of Section 197 of the Companies Act, 2013 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 for the Financial Year ended March 31, 2021.

Sr. No.	Requirement	Disclosure	
		Name of Director	Ratio
1.	The ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year.	Mr. Jayesh Ramniklal Mehta	4.12:1
		Mrs .Amita Jayesh Mehta	0.10:1
		Mr.Vasant Gaurishankar Joshi	0.17:1
		Mr. Bharat Sugnomal Bhatia	0.17:1
		Mr. Rameshchand Garg	0.17:1
		Ms. Sharmila Hiralal Amin	0.07:1
2.	The percentage increase in remuneration of each Director, Chief Financial Officer, Chief Executive Officer and company Secretary in the financial year.	Name of Director/ CEO/CFO/CS	Percentage increase in their remuneration during the Financial Year ended 2021
		Mr. Jayesh R Mehta	NIL
		Mrs. Amita Jayesh Mehta	50%
		Mr .Vasant Gaurishankar Joshi	25%
		Mr. Bharat Sugnomal Bhatia	25%
		Mr. Rameshchand Garg	25%
		Ms .Sharmila Hiralal Amin	NIL
		Mr. Shailesh Sankav	-9.67%
Mrs. Khushboo Shah	1.00%		
3.	The percentage increase in the median remuneration of employees in the Financial Year	Not Applicable	

4.	Number of permanent employees on the rolls of Company at the end of Financial Year	07 employees
5.	Average percentile increase already made in the salaries of employees other than the managerial personnel in the last Financial Year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration.	Not Applicable
6.	Affirmation that the remuneration is as per the Remuneration Policy of the Company	It is affirmed that the remuneration paid is as per the Remuneration Policy of the Company

'ANNEXURE - VI'**MANAGEMENT DISCUSSION AND ANALYSIS**

Your Directors are pleased to present the Management Discussion and Analysis Report for the year ended 31st March, 2021.

INTRODUCTION:

India's textiles sector is one of the oldest industries in the Indian economy, dating back to several centuries.

The industry is extremely varied, with hand-spun and hand-woven textiles sectors at one end of the spectrum, while the capital-intensive sophisticated mills sector on the other end. The decentralised power looms/ hosiery and knitting sector forms the largest component in the textiles sector. The close linkage of textiles industry to agriculture (for raw materials such as cotton) and the ancient culture and traditions of the country in terms of textiles makes it unique in comparison to other industries in the country. India's textiles industry has a capacity to produce wide variety of products suitable for different market segments, both within India and across the world.

INDUSTRY STRUCTURE AND DEVELOPMENTS:

The production of textiles is structured across the organised sector and unorganised decentralized sector. The organized sector consists of spinning mills and composite mills. Composite mills are those where all the activities, i.e., spinning, weaving and processing are performed in the same building. Weaving is done in unorganised decentralized sector and consists of powerloom, handloom and hosiery units which mainly perform weaving.

There exists a strong complementary relationship between the organized and unorganized sectors of textile industry. The organized sector is the sole producer of yarn which is used by both organized as well as unorganized sector. Organized sector is also named as the modern sector because it is the hub of technology for textile industry as the technological practices employed in this sector enable the spinning mills to produce the yarn cost effectively and helps the unorganized sector by making yarn available to them at competitive prices. Unorganized sector is also termed as the traditional sector because of use of age-old traditional production practices which are now considered obsolete. At the same time, the unorganized sector employs the largest chunk of labour force and has been an important absorber of the surplus labour force from the labour market. In fact, the unorganized textile sector is the second largest employer after agriculture in Indian economy. Unorganized textile sector has also become a dominant contributor to the total textile output. As per the structure of Indian textile industry concern, it ranges from hand spinning and hand weaving to most sophisticated automatic spindles and looms.

MARKET OPPORTUNITIES:

India's textiles industry contributed 7% to the industry output (by value) in 2018-19. The Indian textiles and apparel industry contributed 2% to the GDP, 12% to export earnings and held 5% of the global trade in textiles and apparel in 2018-19.

The share of the India's textiles and apparel exports in mercantile shipments was 11% in 2019-20.

Textiles industry has around 4.5 crore employed workers including 35.22 lakh handloom workers across the country.

Cotton production is expected to reach 36.0 million bales and consumption is expected to reach 114 million bales in FY21—13% growth over the previous year.

The domestic textiles and apparel market stood at an estimated US\$ 100 billion in FY19.

The production of raw cotton in India is estimated to have reached 35.4 million sales in FY20. During FY19, production of fibre in India stood at 1.44 million tonnes (MT) and reached 1.60 MT in FY20 (till January 2020), while that for yarn, the production stood at 4,762 million kgs during same period.

Exports of textiles (RMG of all textiles, cotton yarn/fabs./made-ups/handloom products, man-made yarn/fabs./made-ups, handicrafts excl. handmade carpets, carpets and jute mfg. including floor coverings) stood at US\$ 29.45 billion, as of March 2021.

OPPORTUNITIES AND THREATS:

India is working on major initiatives, to boost its technical textile industry. Owing to the pandemic, the demand for technical textiles in the form of PPE suits and equipment is on rise. Government is supporting the sector through funding and machinery sponsoring.

Top players in the sector are attaining sustainability in their products by manufacturing textiles that use natural recyclable materials.

The future for the Indian textiles industry looks promising, buoyed by strong domestic consumption as well as export demand. With consumerism and disposable income on the rise, the retail sector has experienced a rapid growth in the past decade with the entry of several international players like Marks & Spencer, Guess and Next into the Indian market.

High economic growth has resulted in higher disposable income. This has led to rise in demand for products creating a huge domestic market.

SEGMENT WISE PERFORMANCE:

(In Lacs)

Sr. No.	Particulars	Year ended 2020-2021	Year ended 2019-2020
1.	Segment Revenue		
a.	Textile Division	537.09	920.27
b.	Plastic Division	6415.04	306.61
	TOTAL	6952.14	1226.88
2.	Segment Results		
a.	Textile Division	(26.57)	176.26
b.	Plastic Division	122.69	(35.55)
	Less: Interest	19.70	19.62
	Less: Un allocable Expenditure	(114.60)	100.95
	Less: Loss from dealing in Securities Derivatives	72.00	0.00
	TOTAL	119.03	20.14
3.	Capital Employed (Segment Assets - Segment Liabilities)		
a.	Textile Division	536.26	1135.49
b.	Plastic Division	1041.69	634.96
c.	Un allocable	485.14	182.2
	TOTAL	2063.09	1952.65

NOTE:

As certain expenses are often incurred and interchangeably across segments, it is impractical to allocate such expenses. Hence, the details of the same have been considered under other un-allocable expenditure.

OUTLOOK

Rising Government focus and favourable policies is leading to growth in the textiles and clothing industry. The Ministry of Textiles is encouraging investment through increasing focus on schemes such as Technology Up-gradation Fund Scheme (TUFS). In Union Budget 2020-21, the Government has allocated Rs. 761.90 crore (US\$ 109.01 million) for Amended Technology Upgradation Fund Scheme (A-TUFS). The Cabinet Committee on Economic Affairs (CCEA), Government of India has approved a new skill development scheme named 'Scheme for Capacity Building in Textile Sector (SCBTS)'. The Government announced a special package to boost export by US\$ 31 billion, create one crore job opportunities and attract investment worth Rs. 80,000 crore (US\$ 11.93 billion) during 2018-2020. Cumulative FDI (Foreign Direct Investment) inflow in the textiles sector stood at over US\$ 3.46 billion between April 2000 to September 2020.

In Union Budget 2020-21, the Government of India has allocated around Rs. 3,515 crore (US\$ 502.93 million) to the Ministry of Textiles and Rs. 80 crore (US\$ 11.45 million) for the scheme on Integrated Textile Parks. The Ministry of Textiles has announced Rs. 690 crore (US\$ 106.58 million) for setting up 21 readymade garment manufacturing units in seven states for development and modernisation of Indian textile sector. National Technical Textiles Mission is proposed for a period from 2020-21 to 2023-24 at an estimated outlay of Rs. 1,480 crore (US\$ 211.76 million).

Under the production linked incentive scheme, government has approved Rs. 10,683 crore (US\$ 1.44 billion) for manmade fibre and technical textiles manufacturing.

The National Handloom Development Programme has been allocated Rs. 388.21 crore (US\$ 55.55 million), whereas, the Integrated Processing Development Scheme has received Rs. 50 crore (US\$ 7.15 million) in Union Budget 2020-21.

In March 2021, Minister of Textiles Smriti Irani announced that India will be fully self-reliant in silk production in the next two years.

INTERNAL CONTROL SYSTEMS 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.

FINANCIAL PERFORMANCE

1. Share Capital: As on March 31, 2021, the paid-up Share Capital of the Company stood at INR 16, 13, 72, 630 comprising of 1,61,37,263 Equity Shares of Rs. 10/- each.

2. Reserves & Surplus: During the year 2020-2021 the total Reserves & Surplus of our Company was INR 4,49,36,058/- as against INR 3,38,92,399/- in the year 2019-2020.

3. Result: During the year 2020-2021 the total revenue of our company was INR 69,52,13,947/- as against INR 12,26,88,151/- in the year 2019-2020.

HUMAN RESOURCE DEVELOPMENT

Human resource development (HRD) is phenomenal for the manufacturing and service industry. HRD deals with up gradation of skills for labours and executives, planning and allocation of work, monitoring and assessment of performance. One of the most important tasks is upgrading the skills and knowledge

of the human resource from time to time in tandem with the development of technology and trade. This upgradation is done through training and workshop/seminars. Collectively, HRD activities result in increased productivity, reduced cost and wastage, rightsizing of labour and staffs at the organization, organizational stability and flexibility to adapt to future changes.

FINANCIAL STATEMENT ANALYSIS

In accordance with SEBI (Listing Obligation and Disclosure Requirements) (Amendment) Regulations, 2018, the Company is required to give details of significant changes (change of 25% or more as compared to the immediately previous financial year) in key sector specific financial ratio.

The Company has identified the following ratios as key financial ratios:

Particulars	Note No.	Year ended as on March 31, 2021	Year ended as on March 31, 2020
Debtors Turnover	1	3.66	2.04
Inventory Turnover (in days)	2	28.18	5.03
Interest Coverage Ratio	3	0.18	0.43
Current Ratio	4	1.25	1.93
Debt Equity Ratio	5	-	0.16
Operating Profit Margin (%)	6	0.15%	1.64%
Net Profit Margin (%)	7	1.59%	0.69

Ratios where there has been a significant change from year ended March 31, 2020 to year ended March 31, 2021:

1. Debtors Turnover: Debtors turnover is computed as net credit sales divided by average account receivable. The movement in this ratio is on account of increase in credit sales and average debtors during the current year as compared to the previous year.

2. Inventory Turnover (in days): Inventory turnover is computed as cost of goods sold divided by average inventory. The inventory turnover ratio measures how often a company moves its inventory out of its warehouse and stores to its customers. A high turnover ratio indicates managerial efficiency.

3. Interest Coverage Ratio: Interest coverage ratio is computed as Earnings before Interest and Tax (EBIT) divided by Interest expense. The movement in this ratio is on account of increase in the Company's interest cost, as additional loan is withdrawn during the current year.

4. Current Ratio: Current ratio is computed as current assets divided by current liabilities. The movement in this ratio is on account of company's ability to pay its current liabilities from its current assets.

5. Debt Equity Ratio: Debt equity ratio is computed as Long term Debts divided by shareholders' fund. The movement in this ratio is on account of loan withdrawn during the current year as compared to the previous year.

6. Operating Profit Margin (%): Operating profit margin is computed as operating income divided by revenue. The movement in this ratio is on account of decrease in revenue and operating income during the current year as compared to the previous year. Also, due to demerging engineering division hereby forming a separate legal entity.

7. Net Profit Margin (%): Net profit margin is computed as net profit divided by revenue. The movement in this ratio is on account of decrease in revenue during the current year as compared to previous year.

THE DETAILS OF RETURN ON NET WORTH ARE GIVEN BELOW:

Particulars	Year ended March 31, 2021	Year ended March 31, 2020
Return on net Worth (%)	5.89%	0.48%

Return on net worth is computed as net profit by average net worth. Net profit has increased i.e. from INR 8,47,527/- in the year 2020 to INR 1,10,43,659/- in the year 2021.

REPORT ON CORPORATE GOVERNANCE

1. A brief Statement on Company's Philosophy on code of Governance:

Chandni Textiles Engineering Industries Limited (hereinafter "Company") believes that good corporate governance is process in directing and controlling the affairs of the Company in an efficient manner and helps in achieving the goal of maximizing value of Company's stakeholders in a sustainable manner. Company's Governance framework is built on transparency, integrity, ethics, honesty and accountability as core values, and the management believes that practice of each of these creates the right corporate culture fulfilling the purpose of Corporate Governance.

Key tools devised for achieving the enshrined objectives are a well-defined code of conduct, robust internal and financial controls, systems, transparency, risk management procedures/systems; communications etc., which are properly implemented through continuous review process and mechanism setup for the said purpose. However, it is to be recognised that Corporate Governance is not just a destination but a consistent journey to consolidate and enhance sustainable value creation to the company by adhering to the core values.

2. Board of Directors

The Board of Directors has an optimum combination of Executive and Non-Executive Directors with one woman director; fifty percent of the Board of Directors comprises of non-executive independent directors. The Chairman of the Board is an executive director balance of Executive Directors, Non-Executive Directors and Independent Directors, having professional expertise from different fields such as technical, business strategy and management, marketing, Corporate Governance represents the value framework, rules, practices by which a Company conducts its business activities. For accomplishment of the objectives of ensuring fair Corporate Governance, the Government of India has put in place a framework based on the stipulations contained under the Companies Act, SEBI Regulations, Accounting Standards, Secretarial Standards, etc. Corporate Governance has become a buzzword in the corporate world.

a) Composition and category of Directors (eg: Promoter, Executive, Non-Executive Independent, Nominee Director - institution represented and whether as lender or as equity investor)

Name of Director	Designation	Category / Remark	No. of Committee Membership/ Chairmanship held in other Listed Companies
Shri. Jayesh Ramniklal Mehta	Chairman & Managing Director	Executive & Non-Independent	Member in Audit Committee - Chandni Machines Limited

		(Promoter)	
Smt. Amita Jayesh Mehta	Non-Executive Director	Promoter	Nil
Shri. Rameshchand Garg	Non-Executive Independent Director	NIL	Chandni Machines Limited : Chairman – Stakeholder Relationship Committee Member- Nomination and Remuneration Committee.
Shri Vasant Gaurishankar Joshi	Non-Executive Independent Director	NIL	Chandni Machines Limited: Chairman – Audit Committee Member – Nomination and Remuneration Committee and Stakeholder Relationship Committee.
Mr. Bharat Sugnomal Bhatia	Non-Executive Independent Director	NIL	Chandni Machines Limited: Chairman – Nomination and Remuneration Committee Member- Audit Committee and Stakeholder Relationship Committee
Sharmila Hiralal Amin	-Director	NIL	NIL

b) Attendance of each Director at the meeting of the Board of Directors and the last Annual General Meeting:

Directors	Board Meeting held during the tenure of Director	Board Meeting attended during the year	Whether attended last Annual General Meeting held on 29th September, 2020	Remarks
Jayesh Ramniklal Mehta	6	6	Yes	-

Amita Jayesh Mehta	6	6	Yes	-
Bharat Sugnomal Bhatia	6	6	Yes	-
Rameshchand Garg	6	6	No	Inability to attend the AGM due to personal reasons.
Vasant Gaurishankar Joshi	6	6	No	Inability to attend the AGM due to personal reasons.
Sharmila Hiralal Amin	6	4	Yes	-

c) Number of other Board of Directors or Committees in which a director is a member or chairperson as on 31st March, 2021:

Sr. No	Name of the Director	Directorship in other listed company #	Membership of Committees of other Listed Entity ^	Chairmanship of Committees of other Listed Entity ^	Name of the Listed Entity holding Directorship / Designation @
1.	Jayesh Ramniklal Mehta	1	Audit Committee	NIL	Name of Company: Chandni Machines Limited
					Designation: Chairman & Managing Director
2.	Amita Jayesh Mehta	1	NIL	NIL	Name of Company: Chandni Machines Limited
					Designation: Non-Executive Director
3.	Bharat Sugnomal Bhatia	1	Stakeholder Relationship Committee and Audit Committee	Nomination and Remuneration Committee	Name of Company: Chandni Machines Limited
					Designation: Director (Non-Executive)

					Independent Director)
4.	Rameshchand Garg	1	Nomination and Remuneration Committee	Stakeholder Relationship Committee	Name of Company: Chandni Machines Limited
					Designation: Director (Non-Executive Independent Director)
5.	Vasant Gaurishankar Joshi	1	Nomination and Remuneration Committee & Stakeholder Relationship Committee	Audit Committee	Name of Company: Chandni Machines Limited
					Designation: Director (Non-Executive Independent Director)
6.	Sharmila Hiralal Amin	0	NIL	NIL	NIL

NOTES:

*Chandni Machines Limited is now a separate legal entity and equity shares of the company are listed on The Bombay Stock Exchange Of India Limited (BSE) as on 05th April, 2019.

Number of Directorships held excludes Directorship in Private limited Companies, Foreign Companies, Companies under Section 8 of the Companies Act, 2013 and alternate Directorships & also in Chandni Textiles Engineering Industries Limited.

^ Covers Memberships/ Chairmanship of Audit Committee, Nomination and Remuneration Committee and Stakeholder Relationship Committee of Listed and Unlisted Public Limited Companies excluding committee Memberships / Chairmanships of Chandni Textiles Engineering Industries Limited.

d) Number of meetings of the Board of Directors held and dates on which held

During the financial year 2020 -2021, 6 Board Meetings were held respectively on 31st July,2020; 14th August, 2020; 05th September, 2020; 15th September,2020; 13th November,2020 and 12th February,2021.

e) Disclosure of relationships between Directors inter-se

No other Directors are related to each other except Jayesh R Mehta and Amita Jayesh Mehta who are related to each other as husband and wife.

f) Number of Shares and Convertible instruments held by non-executive Directors

Name of Director	Number of Equity Shares as on 31st March, 2021
Amita Jayesh Mehta	27, 59, 626 equity shares (17.10%)
Vasant Gaurishankar Joshi	10 equity shares

g) Web link where details of familiarization programmes imparted to independent directors is disclosed

As per Regulation 25(7) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the independent Directors of the Company need to be imparted with familiarization programs. The details is available on the website of the Company i.e. www.cteil.com

Separate Meeting of Independent Director

In terms of requirement of Schedule IV of the Companies Act, 2013, the Independent Director of the Company met separately on 12th February, 2021 to inter alia review the performance of Non-Independent Director.

Company's Policy on Prohibition of Insider Trading

The Company has formulated a Code of Conduct to Regulate, Monitor, and Report Trading by Insiders to determine the insider trading in the securities of the Company based on the unpublished price sensitive information. The Code envisages procedures to be followed and disclosures to be made while dealing in the securities of the Company.

The full text of the Code is available on the website of the Company under the heading "Policies" in the investor tab which can be accessed at www.cteil.com

h) The following is the list of core skills/ expertise/ competencies identified by the Board of Directors as required in the context of its business(es) and sector(s) for it to function effectively and those actually available with the Board:

(i.) Knowledge –understand the Company's business, polices, culture and knowledge of the industry in which the Company operates.

(ii.) Strategic thinking and decision making;

(iii.) Financial skills

(iv.) Technical/ Professional skills and specialized knowledge to business

i) The Board confirms that the Independent Directors fulfill the conditions specified in Section 149 of the Act and Regulation 16 (1) (b) of Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015 and are independent of the management.

3. AUDIT COMMITTEE

a) Brief description of terms of reference

The terms of reference of the Audit Committee are as per the governing provisions of the Companies Act, 2013 (Section 177) and the SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015 (specified in Part C of Schedule II)

The Role of the Audit Committee includes the following:

- a. Oversight of the company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible;
- b. Recommendation for appointment, remuneration and terms of appointment of auditors of the company;
- c. Reviewing, with the management, the quarterly financial statements before submission to the board for approval;
- d. Reviewing, with the management, the annual financial statements and auditor's report thereon before submission to the board for approval;
- e. Reviewing and monitoring the auditor's independence and performance, and effectiveness of audit process;
- f. Reviewing the management discussion & analysis of financial condition and result of operations;
- g. Reviewing, with the management, performance of statutory and internal auditors, and adequacy of the internal control system.
- h. Reviewing the internal controls, risk management policies and practices and related party transactions.

b) Composition, name of members and chairperson

The Audit Committee comprises of 3 (Three) Directors and all the Directors are Non-Executive Independent Directors.

All Members are financially literate and possess sound knowledge of accounts, finance and audit matters.

The Internal Auditors of the Company attend the meetings of the Audit Committee on invitation of the Chairman of the Committee.

The Composition of Audit Committee as on 31st March, 2021, is given below:

Sr. No.	Name	Category	Designation
1	Rameshchand Garg	Non Executive Independent Director	Chairman
2	Bharat Sugnomal Bhatia	Non Executive Independent Director	Member

3	Vasant Gaurishankar Joshi	Non Executive Independent Director	Member
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The Company Secretary of the Company acts as the Secretary to the Audit Committee.

c) Meeting and attendance during the year

Sr. No.	Name	Attendance in Audit Committee Meetings held on			
		31.07.2020	15.09.2020	13.11.2020	12.02.2021
1.	Rameshchand Garg	✓	✓	✓	✓
2.	Bharat Bhatia	✓	✓	✓	✓
3.	Vasant Gaurishankar Joshi	✓	✓	✓	✓

4. NOMINATION AND REMUNERATION COMMITTEE

a) Brief description of terms of reference

The Nomination and Remuneration Committee determines on behalf of the Board and on behalf of the Shareholders, the Company's policy governing remuneration payable to the Managing Director as well as the nomination and appointment of Directors.

The terms of reference of the Nomination and Remuneration Committee are as per the governing provisions of the Companies Act, 2013 (Section 178) and the SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015) (specified in Part D of Schedule II)

b) Composition, name of members and chairperson

The Nomination and Remuneration Committee comprises of Three (3) Non-Executive Independent Directors.

The Composition of Nomination and Remuneration Committee as on 31st March, 2021, is given below:

Sr. No.	Name	Category	Designation
1	Bharat Sugnomal Bhatia	Non Executive Independent Director	Chairman
2	Rameshchand Garg	Non Executive Independent Director	Member
3	Vasant Gaurishankar Joshi	Non Executive Independent Director	Member

c) Meetings and attendance during the year

Sr. No.	Name	Attendance in Nomination and Remuneration Committee Meetings held on 14.08.2020 and 05.09.2020
1.	Rameshchand Garg	✓
2.	Bharat Bhatia	✓
3.	Vasant Gaurishankar Joshi	✓

d) Performance Evaluation

The Nomination and Remuneration Committee of the Board has laid out the evaluation criteria for performance evaluation of the Board, its Committees and all the individual directors, in adherence of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Pursuant to the provisions of the Companies Act, 2013, the Nomination and Remuneration Committee had carried out the performance evaluation of the Individual Directors on the basis of the criteria/ performance evaluation policy, approved by the Board of Directors.

5. REMUNERATION OF DIRECTORS

a) All pecuniary relationship or transactions of the Non-Executive Directors vis-à-vis the listed entity shall be disclosed in the annual report

There is no pecuniary relationship or transactions, except sitting fees paid to Non-Executive Independent Directors.

b) Criteria of making payments to Non-Executive Directors

The Company has adopted a Nomination and Remuneration Policy for Directors, Key Managerial Personnel and other Employees; regulated by the Nomination and Remuneration Committee of the Board. The Policy is also available on the website of the Company www.cteil.com under the heading "Policies" section in the investor tab.

The Non-Executive Independent Director's, are entitled to Sitting Fees for attending meetings of the Board, and its Committees.

c) Disclosures with respect to remuneration

(i) Details of remuneration/ sitting fees paid to Directors during the Financial Year 2020 -2021 are given below:

Name of the Director	Relationship with other directors	Business relationship with the company	Salary & Bonus (Rs.)	Sitting Fees (Rs.)	Total (Rs.)	Stock Option

Shri. Jayesh R Mehta	Husband of Smt. Amita J Mehta	Promoter & Managing Director	10,80,000	-	10,80,000	Nil
Smt. Amita J Mehta	Wife of Shri. Jayesh R Mehta	Promoter Group	-	30,000	30,000	Nil
Dr. Bharat Sugnomal Bhatia	None	None	-	50,000	50,000	Nil
Shri. Rameshchand Garg	None	None	-	50,000	50,000	Nil
Shri. Vasant Gaurishankar Joshi	None	None	-	50,000	50,000	Nil
Ms Sharmila Hiralal Amin	None	None	-	20,000	20,000	
Shri. Shailesh Sankav	None	CFO	6,14,250	-	6,14,250	Nil
Mrs. Khushboo Shah	None	CS	3,03,333	-	3,03,333	Nil

6. STAKEHOLDER RELATIONSHIP COMMITTEE

The terms of reference and the ambit of powers of Stakeholders Relationship Committee are as per the governing provisions of the Companies Act, 2013 (Section 178) and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (specified in Part D of Schedule II). The status of shareholder correspondences, queries, grievances etc. are endeavoured to be addressed instantly by the secretarial department and status thereof is also placed before the Stakeholders Relationship Committee.

a) Name of Non - Executive Director heading the Committee

The Stakeholder Relationship Committee comprises of Two (2) Non-Executive Independent Director and One (1) Executive Director

The Composition of Stakeholder Relationship Committee as on 31st March, 2021, is given below:

Sr. No.	Name	Category	Designation
---------	------	----------	-------------

1	Vasant Gaurishankar Joshi	Non Executive Independent Director	Chairman
2	Rameshchand Garg	Non Executive Independent Director	Member
3	Jayesh R Mehta	Executive Director	Member

b) Name and Designation of Compliance Officer

Mrs. Khushboo Shah, Company Secretary is the Compliance Officer of the Company.

*** Mrs. Khushboo Shah was appointed for the position of Company Secretary and Compliance Officer w.e.f. 05th September, 2020.*

c) Number of shareholders' complaints received so far

No complaints were received during the year 2020 -2021. All the complaints were solved to the satisfaction of shareholders. No complaints were pending as at 31st March, 2021.

d) Meetings and attendance during the year

Sr. No.	Name	Attendance in Stakeholder Relationship Committee Meetings held on			
		31.07.2020	14.08.2020	13.11.2020	20.01.2021
1.	Jayesh Mehta	✓	✓	✓	✓
2.	Bharat Bhatia	✓	✓	✓	✓
3.	Vasant Gaurishankar Joshi	✓	✓	✓	✓

Prohibition of Insider Trading

With a view to regulate trading in securities by the directors and designated employees, the Company has adopted a Code of Conduct for Prohibition of Insider Trading pursuant to SEBI (Prohibition of Insider Trading) Regulations, 2015 (SEBI PITR). The Company has also approved and adopted a Code to Monitor, Regulate and Report trading by its designated persons and immediate relatives of designated persons pursuant to the amended Regulation 9 of SEBI PITR and adopting the minimum standards set out in relevant Schedule to SEBI PITR.

7. NOTE ON DIRECTOR'S APPOINTMENT/ RE-APPOINTMENT

[PURSUANT TO SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENT) REGULATIONS, 2015]

Name of Director	Mrs. Amita Jayesh Mehta
Date of Birth	01/11/1963

Qualification	Commerce Graduate
Nationality	Indian
Date of First Appointment	17/06/1986
Designation	Non-Executive Director
Director Identification Number (DIN)	00193075
Brief Profile including expertise in specific functional area	Mrs. Amita J Mehta deals with the sourcing of Materials. She is also active in corporate governance issues.
Number of Board Meetings attended during the Financial Year 2020-2021	6
Directorship held in other Listed Companies	Chandni Machines Limited
Membership/Directorship of Committees of other Board as on 31 st March, 2021	NIL
Total shares held by her in the company with other Directors	27, 59, 626 (17.10%) equity shares of Re. 10/each. Mrs. Amita Jayesh Mehta is the spouse of Mr. Jayesh Ramniklal Mehta.

8. GENERAL BODY MEETINGS

The date and time of Annual General Meetings held during last three years, and the special resolution(s) passed thereat, are as follows:

Year	Date	Location and Time	Special Resolution Passed
2019-2020	29/09/2020	Registered Office through Video Conferencing and Other Audio Visual Means	1. To receive, consider and adopt the Standalone Audited Financial Statements of the Company for the financial year ended March 31, 2020 together with the Reports of the Auditors and Board of Directors thereon
			2. To appoint a Director in place of Mrs. Amita Jayesh Mehta (DIN: 00193075), who retires by rotation and being eligible offers herself for re-appointment
			3. Omnibus approval not exceeding Rs. 50 crores through following procedures i.e. Section 41,42,62 and 71 and any other

			applicable provisions of Companies Act, 2013.
			4. Regularization of Ms. Sharmila Hiralal Amin as Additional Director by appointing her as Director of the Company.
2018-2019	27/09/2019	The Park Club Ltd, North Keluskar Marg, Opp. Scout Hall, Shivaji Park, Dadar West, Mumbai – 400028 at 03:00 P.M.	1. Re-appointment of Mr.Rameshchand Garg as Non Executive Independent Director (DIN:03346742) 2. Re-appointment of Mr. Bharat Sugnomal Bhatia as Non Executive Independent Director (DIN:00195275) 3.Re-appointment of Mr.Vasant Gaurishankar Joshi as Non Executive Independent Director (DIN:00193105)
2017-2018	28/09/2018	The Park Club Ltd, North Keluskar Marg, Opp. Scout Hall, Shivaji Park, Dadar West, Mumbai – 400028 at 03:00 P.M.	1. Continuation of Directorship of Mr. Bharat Sugnomal Bhatia (DIN:00195275) 2. Continuation of Directorship of Mr.Vasant Gaurishankar Joshi (DIN:00193105)

No Special Resolutions were passed through Postal Ballot in the Financial Year 2020-2021.

9. MEANS OF COMMUNICATION

a) Quarterly Results

The Quarterly Financial Results are announced within a stipulated time and are also published in English and Marathi Newspaper.

b) Newspapers wherein results normally published

The Company publishes its results in one English daily newspaper (The Free Press Journal) and one Marathi Newspaper (Navshakti) within 48 hours of approval thereof.

c) Website, where displayed

www.cteil.com

As the financial results of the Company are published in the Newspapers and also displayed on the Company's website, a separate half yearly declaration of financial performance is not sent to each household of shareholders.

10. GENERAL SHAREHOLDER INFORMATION

Sr.	Particulars	Details
a.	Annual General Meeting Day, Date, Time and Venue	35th AGM – Monday, 20th September, 2021 ; 04:00 P.M.; through Video Conferencing ('VC')/Other Audio-Visual Means ('OAVM') at the Registered Office of the Company.
b.	Financial Year	01st April, 2020 to 31st March, 2021.
c.	Dividend Payment Date	Dividend declared, if any, would be paid within 30 days from the date of declaration of dividend at the Annual General Meeting.
d.	Date of Book Closure	Tuesday, 14th September, 2021 to Monday, 20th September, 2021 (both days inclusive)
e.	Name and Address of each stock exchange(s) at which the listed entity's securities are listed and confirmation about payment of annual listing fee to each of such stock exchange(s)	The shares of the Company are listed on: Bombay Stock Exchange Limited (BSE) Address: Phiroze Jeejeebhoy Towers, Dalal Street, Fort, Mumbai – 400001 AND Metropolitan Stock Exchange of India Limited (MSEI) Address: Vibgyor Towers, 4th Floor, Plot No C 62, G Block, Opposite Trident Hotel, Bandra Kurla Complex, Bandra (East), Mumbai -400098.
f.	Scrip Code and Scrip ID	BSE- Scrip Code – 522292 ; Scrip ID – CHANDNI
		MSEI – Scrip Id – CHANDNI
g.	Financial Calendar	For Quarter ending June, 2021 14th August, 2021

		For Quarter ending September, 2021	14th November, 2021		
		For Quarter ending December, 2021	14th February, 2022		
		For Quarter ending March, 2021	31st July, 2022		
	Annual General Meeting for the year ended March 31, 2021	20th September, 2021			
h.	Corporate Identity Number (CIN)	L25209MH21986PLC040119			
i.	Market Price Information	Month	Share Price		Volume of shares traded
			BSE [INR]		
			HIGH	LOW	
		April, 2020	28.25	21.30	404
		May, 2020	29.35	23.15	509
		June, 2020	36.64	23.80	1479
		July, 2020	43.55	35.00	1397
		August, 2020	59.40	37.85	2793
		September, 2020	56.00	47.55	1590
		October, 2020	54.50	40.50	2423
		November, 2020	61.00	51.50	1705
		December, 2020	57.00	47.00	1650
		January, 2021	63.90	51.05	3570
		February, 2021	72.00	58.70	3276
		March, 2021	70.95	54.00	2466
j.	In case securities are suspended from trading, the Director's Report shall explain the reason there of	Not Applicable			

k.	Registrar and Share Transfer Agents (RTA)	PURVA SHAREGISTRY (INDIA) PVT. LTD Shiv Shakti Industrial Estate, Unit No. 9, J.R. Boricha Marg, Opp. Kasturba Hospital Lane, Mumbai – 400011 Tel: 022- 23016761/23018261 E-mail: support@purvashare.com
l.	Share Transfer System	Trading in Equity Shares of the Company through recognized Stock Exchange can be done only in Dematerialized Form. All the request received from Shareholders for transfer, transmission etc. are processed by the Share Transfer Agent of the Company within the stipulated time as prescribed in the SEBI (Listing Obligations & Disclosures Requirements) Regulations, 2015 or in any other applicable law.
m.	Dematerialization of shares and liquidity	As per SEBI Circular SEBI/ HO/ MIRSD/DOP1/CIR/P/2018/73 dated April 20, 2018 members are advised to consider dematerialized of their shareholding and submit the copy of PAN and bank account details to RTA.
n.	Outstanding global depository receipts or american depository receipts or warrants or any convertible instruments, conversion date and likely impact on equity.	There are no GDRs /ADRs/ Warrants outstanding as on 31st March, 2021.
o.	Commodity price risk or foreign exchange risk and hedging activities	The Company has established controls in forex management to hedge few currency risk liabilities. Forex related matters are reviewed periodically for taking necessary action within overall frame of forex policy. By hedging, mitigating the impact of short term movements in currency on the businesses.
p.	Plant Locations	(a) Survey No. 465/466, Ground Floor, Near Parle Factory, At Post, Gonedumala, Taluka, Igatpuri, Nashik – 422403, Dist – Maharashtra. (b) Plot No. 4612/A, G.I. D.C Estate, Ankleshwar – 393002 and Plot No. A1, 4106, G.I.D.C. Estate, Ankleshwar – 393002.

q. Shareholding as on 31st March, 2021**(A) Distribution of Shareholding as on 31st March, 2021:**

Slab of Shareholdings No. of	No. of	% of Total	Amount	%
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Shares	Shareholders			
Up to 5000	2675	79.14	3761600	2.33
5,001 - 10,000	234	6.92	1979900	1.23
10,001 - 20,000	152	4.50	2358740	1.46
20,001 - 30,000	60	1.78	1555240	0.96
30,001 - 40,000	31	0.92	1118640	0.69
40,001 - 50,000	43	1.27	1995650	1.24
50,001 - 1,00,000	74	2.19	5763770	3.57
1,00,001 and above	111	3.28	142839090	88.52
TOTAL	3380	100	161372630	100

(B) Shareholding Pattern as on 31st March, 2021:

	Category of Shareholder	No. of shareholders	Total number of shares	%
(A)	Shareholding of Promoter and Promoter Group			
	Indian			
(a)	Individuals/ Hindu Undivided Family	4	70,81,217	43.88
(b)	Bodies Corporate	1	4,22,212	2.62
	Sub-Total (A) (1)	5	75,03,429	46.5
(B)	Public Shareholding			
1.	Institutions			
(a)	Financial Institutions/ Banks	1	400	0.00
	Sub-Total (B) (1)	1	400	0.00
2.	Non-Institutions			
(a)	Bodies Corporate	39	724922	4.49
(b)	Individuals			
	Resident Individuals	3212	7548321	46.78

(c)	Any Other (NRI Repat& Non Repat)	12	4868	0.02
(d)	Any Other (Hindu Undivided Family)	89	340041	2.11
(e)	Any Other (Clearing Members)	22	15282	0.09
	Sub- Total (B) (2)	3310	86,33,434	53.50
	Total Public Shareholding (B) = (B) (1) + (B) (2)	3311	86,33,834	53.50
	GRAND TOTAL (A) + (B)	3380	1,61,37,263	100

11. OTHER DISCLOSURES

(a) Disclosures on materially significant related party transactions that may have potential conflict with the interests of listed entity at large

During the financial year 2020 -2021, there was no materially significant related party transaction that may have potential conflict with the interests of the Company at large. For reference, the details of related party transaction in accordance with IND AS – 24 are given in **Note No. 44** of Notes to Accounts of the Annual Report.

(b) Details of non-compliance by the listed entity, penalties, strictures imposed on the listed entity by stock exchange (s) or the board or any statutory authority, on any matter related to capital markets, during the last three years

There was no non-compliance, penalties, strictures imposed by any stock exchange(s) or the board or any statutory authority on the listed entity during the last three years.

(c) Details of establishment of vigil mechanism, whistle blower policy, and affirmation that no personnel has been denied access to the audit committee

The Company has adopted a Whistle Blower Policy to file a grievance if he/she notices any irregularity. No person has been denied access to the Audit Committee for any grievance.

(d) Details of compliance with mandatory requirements and adoption of the non-mandatory requirements

The Company has complied with all the mandatory requirements of SEBI (LODR) Regulations, 2015 to the extent applicable and will ensure to comply with non-mandatory requirements in coming years.

(e) Web link where policy for determining 'material' subsidiaries is disclosed

The policy for determining 'material' subsidiary is available on the website of the Company under the heading "policies" in the investor tab which can be accessed from www.cteil.com

(f) Web link where policy on dealing with related party transactions

The policy on dealing with related party transaction is available on the website of the Company under the heading “policies” in the investor tab which can be accessed from www.cteil.com

(g) A certificate from a company secretary in practice 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 the Board/ Ministry of Corporate Affairs or any such statutory authority

Certificate received from Company Secretary in practice is attached as ‘Annexure – VII’.

(h) Total fees for all services paid by the listed entity and its subsidiaries, on a consolidated basis, to the statutory auditor and all entities in the network form /network entity of which the statutory auditor is a part

During the financial year 2020-2021, total fees by the company to statutory auditor is INR 2,30,500/-. No fees were paid to any entities in the network form / network entity in which statutory auditor is a part.

(I) Disclosure in relation to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013

The details of complaints filed, disposed & pending are given below:

Number of complaints filed during the year – Nil

Number of complaints disposed of during the year – Not Applicable

Number of complaints pending as at end of the financial year – Not Applicable

12. DISCLOSURE OF THE EXTENT TO WHICH THE DISCRETIONARY REQUIREMENTS AS SPECIFIED IN PART E OF SCHEDULE II HAVE BEEN ADOPTED

a) The Board: All the expenses of Chairperson along with reimbursement expenses incurred during his performance of duty in maintained in premises of the company.

b) Shareholder Rights: Quarterly/Yearly/ Half Yearly financial statements shall be published in leading newspapers and uploaded on Company’s website i.e. www.cteil.com

c) Modified opinion(s) in audit report: The Company already has a regime of unmodified financial statements. Auditors have raised no qualification on the financial statements.

d) Reporting of Internal Auditor: The Company has appointed Mrs. Reema Shah as the Internal Auditor for conducting the internal audit.

13. DISCLOSURES OF THE COMPLIANCE WITH CORPORATE GOVERNANCE REQUIREMENTS SPECIFIED IN REGULATIONS 17 TO 27 AND CLAUSES (B) TO (I) OF SUB-REGULATION (2) OF REGULATION 46

The Company has complied with Corporate Governance Requirements specified in Regulation 17 to 27 to the extent applicable and clauses (b) to (i) of sub-regulation (2) of Regulation 46 of SEBI (LODR) Regulations, 2015 to the extent applicable and the documents are uploaded on the website of the company.

14. DECLARATION SIGNED BY THE CHIEF FINANCIAL OFFICER STATING THAT THE MEMBERS OF BOARD OF DIRECTORS AND SENIOR MANAGEMENT PERSONNEL HAVE AFFIRMED COMPLIANCE WITH THE CODE OF CONDUCT OF BOARD OF DIRECTORS AND SENIOR MANAGEMENT

The Board of Directors have adopted the Code of Conduct for the Directors as also for the Members of Senior Management. The said Code has been communicated to all the Directors and Members of the Senior Management and they have affirmed their compliance with the Code of Conduct as approved and adopted by the Board of Directors. A declaration to the effect that the Directors and Senior Managerial Personnel have adhered to the same, signed by the Chief Financial Officer of the Company forms part of this Report as 'Annexure - VIII'.

15. ANNUAL SECRETARIAL COMPLIANCE REPORT

As required under Regulation 24A of the Listing Regulations, the Annual Secretarial Compliance Report dated 23rd May, 2021 issued by M/s Anjana Manseta & Co., Company Secretaries, is annexed hereto.

16. UPDATE E-MAILS FOR RECEIVING NOTICE/ DOCUMENTS IN E-MODE

The Ministry of Corporate Affairs (MCA) has through its circulars issued in 2011, allowed services of documents by companies including Notice calling General Meeting(s). Annual Report etc. to their shareholders through electronic mode. This green initiative was taken by MCA to reduce paper consumption and contribute towards a green environment. As a responsible corporate citizen, your Company fully supports the MCA's endeavour.

In accordance of the same, your company had proposed to send Notice calling General Meetings, Annual Report and other documents in electronic mode in future to all the shareholders on their email addresses. It was also requested to inform the Company in case the shareholders wish to receive the above documents in physical form. Accordingly, the Annual Report along with Notice will be sent to the shareholders in electronic mode at their email addresses.

The shareholders who have not registered their email address with the Company are requested to kindly register their e-mail addresses with the Company in the KYC Form annexed with the Notice of Annual General Meeting enabling the Company to better service shareholder correspondence through e-mode. The shareholders have also an option to register their email addresses with their Depository Participant.

17. DEMATERIALISATION OF SHARES

98.75% of the Equity Shares of the Company have been dematerialized as on 31st March, 2021. The Company's shares can be traded only in dematerialized form as per SEBI notification. The Company has entered into an agreement with NSDL and CDSL whereby shareholders have the option to dematerialize their shares with either of the depositories. The whole of the Promoters Shareholding has been dematerialized.

Status of Dematerialization of Shares:

Particulars	No. of Shares	% to total capital
National Security Depository Limited	24,69,212	15.30
Central Depository Services (India) Limited	1,34,64,826	83.43
Total Dematerialized	1,59,34,038	98.73
Physical	2,03,225	1.25
Grand Total	1,61,37,263	100

18. NOMINATION FACILITY

Provision of Section 72 of the Companies Act, 2013 read with Rule 19(1) of the rules made thereunder extends nomination facility to individuals holding shares in the physical form. To help the legal heirs/ successors get the shares transmitted in their favor, shareholder(s) are requested to furnish the particulars of their nomination in the prescribed Nomination Form. Shareholder(s) holding shares in Dematerialized form are requested to register their nominations directly with their respective DPs.

19. UPDATE YOUR CORRESPONDENCE ADDRESS/ BANK MANDATE/ PAN/ EMAIL ID

To ensure all communications/ monetary benefits received promptly, all shareholders holding shares in physical form are requested to notify to the Company, change in their address/ bank details/PAN/ Email Id instantly by written request under the signatures of sole/ first joint holder. Shareholder(s) holding shares in dematerialized form are requested to notify change in bank details/ address/ Email Id directly with their respective DPs.

For any complaints relating to no-receipt of shares after transfer, transmission, change of address, mandate etc., dematerialization of shares or any other query relating to shares shall be forwarded to the Registrar and Share Transfer Agent (RTA) directly at the address given hereunder. Members are requested to provide complete details regarding their queries quoting folio number/DP ID no. /Client ID No., number of shares held etc.

M/s PURVA SHAREGISTRY (INDIA) PRIVATE LIMITED

{Unit :Chandni Textiles Engineering Industries Limited}

Address: Shiv Shakti Industrial Estate, Unit No.9, J.R. Boricha Marg,

Opposite Kasturba Hospital Lane, Mumbai -400011

Telephone No.: 022-23016761 / 022-23012518

E-mail Id: support@purvashare.com

For any query on any point in Annual Report, non-receipt of Annual Report, etc the complaint should be forwarded to the kind attention of Mr. Shailesh Sankav, Chief Financial Officer of the Company at the following address:

Chandni Textiles Engineering Industries Ltd

Address: 110 T.V. Industrial Estate, 52 S.K. Ahire Marg, Worli, Mumbai – 400 030

Telephone No.: 022-24950328

Members can also register their complaints at compliance@cteil.com, an exclusive email ID, designated by the Company for the purpose of registering complaints by investors, in

compliance of Regulation 6(2) (d) of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015.

20. QUOTE FOLIO NO. /DP ID NO.

Shareholders/ Beneficial Owners are requested to quote their Folio Nos. /DP ID Nos., as the case may be in all correspondence with the Company.

Shareholders are also requested to quote their E-mail IDs, and Contact number for prompt reply to their correspondence.

For Chandni Textiles Engineering Industries Limited

**Jayesh R Mehta
(DIN: 00193029)
Chairman & Managing Director**

Place: Mumbai

Date: 13th August, 2021

“ANNEXURE – VII”

CERTIFICATE UNDER SCHEDULE V OF SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENT) REGULATIONS, 2015

To,

The Members

Chandni Textiles Engineering Industries Limited

110, T.V.Industrial Estate, 52, S.K.Ahire Marg,

Worli, Mumbai - 400030

Based on the disclosures/ declarations received from Directors appointed on the Board of Chandni Textiles Engineering Industries Limited (“Company”), we hereby certify that as on March 31, 2021, none of the Directors on the Board of Company have been debarred or disqualified from being appointed or continuing as director of the Company by Securities and Exchange Board of India, Ministry of Corporate Governance or any such statutory authority.

**For Anjana Manseta & Co
Company Secretary**

**Anjana Manseta
Membership No. 10078
Certificate of Practice: 10668**

**Date: 04/08/2021
Place: Mumbai**

'Annexure - VIII'**DECLARATION BY THE CHIEF FINANCIAL OFFICER PURSUANT TO SCHEDULE V(D) READ WITH REGULATION 34(3) OF SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015**

To,
The Directors,
Chandni Textiles Engineering Industries Limited

This is to confirm that the Company has adopted a Code of Conduct for Board of Directors and Senior Management.

I confirm that the Company has in respect of the financial year ended 31st March, 2021, received from the senior management team of the Company and the Members of the Board a declaration of compliance with the Code of Conduct as applicable to them.

Shailesh Sankav
Chief Financial Officer
Mumbai
Date: 13th August, 2021

CERTIFICATE BY THE CHIEF FINANCIAL OFFICER PURSUANT TO PART B SCHEDULE II READ WITH REGULATION 17(8) OF SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015

The Board of Directors,
Chandni Textiles Engineering Industries Limited
Mumbai
Dear members of the Board,

1. We have reviewed the financial statements and the cash flow statement of the Company for the year ended March 31, 2021 and to the best of our knowledge and belief-
 - a. These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - b. These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
2. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the Company's code of conduct.
3. We accept responsibility for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting. We have not come across any reportable deficiencies in the design or operation of such internal controls.

Independent Auditor's Report on compliance with the conditions of Corporate Governance as per provisions of Chapter IV of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

To,
The Members of
Chandni Textiles Engineering Industries Limited
CIN: L25209MH1986PLC040119

1. The Corporate Governance Report prepared by Chandni Textiles Engineering Industries Limited (hereinafter the "Company"), contains details as stipulated in Regulations 17 -27, clauses (b) to (i) of Regulation 46 (2) and paragraphs C,D and E of Schedule V of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations") ('applicable criteria') with respect to Corporate Governance for the year ended March 31, 2021. This report is required by the Company for annual submissions to the Stock Exchanges and to be sent to the Shareholders of the Company.

Management's Responsibility

2. The preparation of Corporate Governance Report is the responsibility of the Management of the Company including the preparation and maintenance of all relevant supporting records and documents. This responsibility also includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the Corporate Governance Report.

3. The Management along with the Board of Directors are also responsible for ensuring that the Company complies with the conditions of Corporate Governance as stipulated in the Listing Regulations, issued by the Securities and Exchange Board of India.

Auditor's Responsibility

4. Our responsibility is to provide a reasonable assurance that the Company has complied with the conditions of Corporate Governance, as stipulated in the Listing Regulations.

5. We conducted our examination of the Corporate Governance Report in accordance with the Guidance Note on Reports or Certificates for Special Purposes and the Guidance Note on Certification of Corporate Governance both issued by the Institute of Chartered Accountants of India ("ICAI"). The Guidance Note on Reports or Certificates for Special Purposes requires that we comply with the ethical requirements of the Code of Ethics issued by ICAI.

6. We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.

7. The procedures selected depend on the auditors' judgment, including the assessment of the risks associated in compliance of the Corporate Governance Report with the applicable criteria. The procedures include, but not limited to, verification of secretarial records and financial information of the Company and obtained necessary representations and declarations from directors including independent directors of the Company.

8. The procedures also include examining evidence supporting the particulars in the Corporate Governance Report on a test basis. Further, our scope of work under this report did not involve us

performing audit tests for the purpose of expressing an opinion on the fairness or accuracy of any of the financial information or the financial statements of the Company taken as whole.

Opinion

9. Based on the procedure performed by us as referred in paragraph 7 and 8 above and according to the information and explanations given to us, we are of the opinion that the Company has complied with the conditions of Corporate Governance as stipulated in the Listing Regulations, as applicable for the year ended March 31, 2021 referred to in paragraph 1 above.

Other matters and Restriction on Use

10. This Certificate is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

11. This Certificate is addressed to and provided to the members of the Company solely for the purpose of enabling the Company to comply with its obligations under the Listing Regulations and should not be used by any other person or for any other purpose. Accordingly, we do not accept or assume any liability or any duty of care or for any other purpose or to any other party to whom it is shown or into whose hands it may come without our prior consent in writing. We have no responsibility to update this certificate for events and circumstances occurring after the date of this Certificate.

For Ambavat Jain & Associates LLP
Chartered Accountants
ICAI Firm Registration Number: 109681W

Ashish Jain
Partner
Membership Number: 111829

Place of Signature: Mumbai
Date: 13th August, 2021

INDEPENDENT AUDITOR'S REPORT

**To the Members
Chandni Textiles Engineering Industries Limited**

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the standalone financial statements of Chandni Textiles Engineering Industries Limited ("the Company"), which comprise the Balance Sheet as at 31 March 2021, and the Statement of Profit and Loss (including other comprehensive income), 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 (hereinafter referred to as "the standalone financial statements").

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 Standard prescribed under section 133 of the Act read with the Companies (Indian Accounting Standard) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2021, and its profits (including other comprehensive income), 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 SAs are further described in the *Auditor's Responsibilities for the Audit of the Standalone Financial Statements* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the 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.

Key Audit Matters

Key audit matters ('KAM') are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

The key audit matters	How our audit addressed the key audit matter
External confirmations request perpetrated pursuant to SA 505	
<p>COVID-19 has impacted the procedure of external confirmation request to vendors and customers. In view of statewide lockdowns, many offices were not functioning at the year end and in the subsequent period. We had sent positive external confirmation requests through electronic modes. However, due to suspension of business activities of many confirming parties, there are few confirmations not received till the date of the audit report.</p> <p>In such events, in accordance with SA, auditors have to revise the assessed risk of material misstatement at the assertion level, and modify the planned audit procedures. SA also directs the auditors to perform alternative audit procedures.</p>	<p>We revised our assessed risk and have modified our audit procedures to mitigate these risks. We have obtained a reliable assurance pertaining to transactions with confirming parties, in the sense for accurate and complete processing of routine and significant classes of transactions such as revenue and purchases.</p> <p>We selected samples and tested the effectiveness of controls relating to accuracy and completeness of transactions in totality considering the frequency and regularity of transactions.</p> <p>We performed alternative audit procedures like follow-up confirmation requests, verification of subsequent payments and receipts to verify part of the balances appearing in the original confirmation requests.</p>
Measurement and valuation of inventory	
<p>As at 31st March 2021, the Company has inventory amounting to Rs.1,08,57,478/-. (Refer Note no.8)</p> <p>This was determined a key audit matter, as the measurement and valuation of the inventory at the year-end involves significant judgement and estimate.</p> <p>The Company uses internal and external experts, to perform volumetric assessments, basis which the quantity for these inventories is estimated.</p> <p>Due to surge in Covid-19 cases at the year end, we could not attend the physical verification procedure of inventory at the factories at the distant locations. The physical count of inventory was carried out by internal experts for inventory lying at Ankleshwar and Nasik factories.</p>	<p>Our audit procedures relating to the measurement of inventory included the following:</p> <ul style="list-style-type: none"> (a) Understanding and evaluating the design and operating effectiveness of controls over physical count and measurement of such inventory; (b) Evaluating of competency and capabilities of management's experts; (c) Performing substantive analytical procedures to test the correctness of inventory existence and valuation. (d) Testing of accuracy of inventory reconciliations with the general ledgers at period end, including test of reconciling items. <p>Based on the above procedures performed, we did not identify any material exceptions in the measurement and valuation of inventory quantities of textile goods and plastic goods.</p>

Emphasis of Matter

We draw attention to note no. 45 forming part of the standalone financial statements, which describes the management's assessment of uncertainties related to COVID-19 and its

consequential financial impact on its assets as at March 31, 2021 and operations of the Company. Our opinion is not modified in respect of this matter.

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

The Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's annual report, but does not include the standalone financial statements and our auditors' 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.

Management's Responsibility for the Standalone Financial Statements

The Company's management and Board of Directors are 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 state of affairs, profit / loss (including other comprehensive income), changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) 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, management and Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is 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.

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

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls 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 auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

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 of the current period and are therefore the key audit matters. We describe these matters in our auditors' 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.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditors' Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of Section 143(11) of the Act, we give in "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

(A) 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 (including other comprehensive income), the Statement of Changes in Equity and the Statement of Cash Flows 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 Ind AS specified under Section 133 of the Act.
- (e) On the basis of the written representations received from the directors as on 31 March 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2021 from being appointed as a director in terms of Section 164(2) of the Act.
- (f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".

- (B) With respect to the other matters to be included in the Auditors' 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 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; and
 - iii. There has been no amount required to be transferred to the Investor Education and Protection Fund by the Company.
- (C) With respect to the matter to be included in the Auditors' Report under section 197(16) as amended:

According to the information and explanations given to us, the Company has paid/provided for managerial remuneration in accordance with the provisions of section 197 read with Schedule V to the Act.

For Ambavat Jain & Associates LLP
Chartered Accountants
ICAI Firm Registration No: 109681W

Ashish J Jain
Partner
Membership No.111829

Place: Mumbai
Date: 29 June 2021

ICAI UDIN No: 21111829AAAAJO1093

CHANDNI TEXTILES ENGINEERING INDUSTRIES LIMITED**Annexure - A to the Auditors' Report**

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

- [i] (a) The company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - (b) These fixed assets have been physically verified by the management at reasonable intervals during the year and 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 are held in the name of the Company.
- [ii] As informed to us, the inventory in the company's possession has been physically verified at reasonable intervals during the year by the management. In respect of inventory lying with the third parties, the same have substantially been confirmed by them at reasonable intervals during the year. The discrepancies noticed on verification between physical stock and book records were not material.
- [iii] The company has not granted any loans, secured or unsecured, to companies, firms, limited liability partnership or other parties covered in the register maintained u/s.189 of the Companies Act, 2013. Accordingly, clause 3(iii) of the Order is not applicable.
- [iv] According to the information and explanations given to us, in our opinion, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the investments made during the year.
- [v] The company has not accepted any deposits from the public.
- [vi] As informed to us, maintenance of cost records has not been prescribed by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 for any of the product of the Company.
- [vii] (a) In our opinion and according to the information and explanations given to us, the company has generally been regular in depositing with the appropriate authorities the undisputed statutory dues applicable to it. There were no arrears of outstanding undisputed statutory dues as at the last day of the financial year concerned for a period of more than six months from the date, they became payable.
 - (b) According to the information and explanations given to us, there are no dues of income tax, sales tax, custom duty, service tax, excise duty, value added tax, goods and service tax which have not been deposited on account of any dispute.

- [viii] According to the information and explanations given to us, the company has not defaulted in repayment of loans to banks during the year. The company has not obtained any loans or borrowings from the financial institutions, government or debenture holders.
- [ix] The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable.
- [x] According to the information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- [xi] According to the information and explanations given to us, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
- [xii] In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- [xiii] According to the information and explanations given to us, 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 financial statements as required by the applicable accounting standards.
- [xiv] According to the information and explanations give to us, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- [xv] According to the information and explanations given to us, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- [xvi] According to the information and explanations given to us, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

For Ambavat Jain & Associates LLP
Chartered Accountants
ICAI Firm Registration No: 109681W

Ashish J Jain
Partner
Membership No.111829
Place: Mumbai
Date: 29 June 2021
ICAI UDIN No: 21111829AAAAJO1093

Annexure - B to the Auditors' Report

*(Referred to in paragraph 2(A)(f) under 'Report on other Legal & Regulatory Requirements'
Section of our report of even date)*

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

We have audited the internal financial controls over financial reporting of Chandni Textile Engineering Industries Limited ("the Company") as of 31st March 2021 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a

basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

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

For Ambavat Jain & Associates LLP
Chartered Accountants
ICAI Firm Registration No: 109681W

Ashish J Jain
Partner
Membership No.111829

Place: Mumbai
Date: 29 June 2021
ICAI UDIN No: 21111829AAAAJO1093

CHANDNI TEXTILES ENGINEERING INDUSTRIES LIMITED**Balance Sheet as at 31st March, 2021**

Particulars	Note No.	AS AT 31-03-2021	AS AT 31-03-2020
I ASSETS			
(1) NON-CURRENT ASSETS			
(a) Property, Plant and Equipment	3.1	9,33,03,728	8,18,59,877
(b) Capital work-in-progress	3.2	39,42,202	41,32,939
(c) Investment Properties	3.3	25,32,326	26,03,415
(d) Intangible assets	3.4	14,859	21,411
(e) Right of Use of Assets	3.5	5,73,35,516	6,41,67,103
(f) Financial Assets			
(i) Investments	4	59,24,164	58,78,391
(ii) Other Financial Assets	5	38,96,986	30,11,497
(g) Other non-current assets	6	43,01,924	45,23,163
(h) Income-tax Assets (net)	7	25,81,508	25,00,709
(2) CURRENT ASSETS			
(a) Inventories	8	1,08,57,478	3,92,98,740
(b) Financial Assets			
(i) Trade receivables	9	32,19,37,818	5,84,55,626
(ii) Cash and cash equivalents	10	1,62,73,228	2,09,54,235
(iii) Bank balances other than (ii) above	11	3,09,89,378	3,08,35,464
(iv) Other financial assets	12	35,30,518	36,64,075
(c) Other current assets	13	3,21,38,544	1,60,32,016
Total Assets		58,95,60,177	33,79,38,661
II EQUITY AND LIABILITIES			
EQUITY			
(a) Equity Share capital	14	16,13,72,630	16,13,72,630
(b) Other Equity	15	4,49,36,058	3,38,92,399
LIABILITIES			
(A) NON-CURRENT LIABILITIES			
(a) Financial Liabilities			
(i) Borrowings	16	-	2,64,968
(ii) Other financial liabilities	17	4,96,68,484	5,42,66,675
(b) Deferred tax liabilities (Net)	18	7,97,525	4,24,397
(B) CURRENT LIABILITIES			
(a) Financial Liabilities			
(i) Short term borrowings	19	3,09,75,269	2,54,36,726
(ii) Trade payables	20		
(a) total outstanding dues of micro enterprises & small enterprises		37,017	-
(b) total outstanding dues of creditors other than micro enterprises & small enterprises		28,80,82,528	4,13,72,399
(iii) Other financial liabilities	21	1,15,23,950	1,07,31,024
(b) Other Current Liabilities	22	21,66,715	1,01,77,442
Total Equity and Liabilities		58,95,60,177	33,79,38,661

Significant Accounting Policies

2

The accompanying notes are an integral part of the financial statements

As per our report of even date
For Ambavat Jain & Associates LLP
Chartered Accountants
Firm Registration No. 109681W

On behalf of the Board

J.R. Mehta
Managing Director

A.J. Mehta
Director

Ashish J. Jain
Partner

Shailesh Sankav
Chief Financial Officer
Place :MUMBAI
Date : 29-06-2021

Khushboo Shah
Company Secretar

Place :MUMBAI
Date : 29-06-2021

CHANDNI TEXTILES ENGINEERING INDUSTRIES LIMITED**Statement of Profit and Loss for the year ended 31st March, 2021**

Particulars	Note No.	2020-21	2019-20
I Revenue From Operations	23	69,52,13,947	12,26,88,151
II Other Income	24	1,27,41,709	67,61,853
III Total Income (I + II)		70,79,55,656	12,94,50,005
IV Expenses			
a) Cost of material consumed	25	3,40,68,767	5,06,76,229
b) Purchases of Stock-in-Trade	26	56,83,76,717	2,58,82,244
c) Changes in inventories of finished goods & Stock-in-Trade	27	2,77,67,549	(2,93,32,444)
d) Manufacturing expenses	28	1,59,46,465	1,75,88,067
e) Employee benefits expense	29	2,53,13,879	3,21,61,730
f) Finance costs	30	58,05,454	46,74,446
g) Depreciation and amortization	3	1,50,00,880	1,31,54,582
h) Other expenses	31	1,46,20,226	1,26,31,118
Total Expenses (IV)		70,68,99,936	12,74,35,972
V Profit before exceptional items and tax (III-IV)		10,55,720	20,14,032
VI Exceptional items Compensation for compulsory acquisition of Daman property (Net)		1,08,47,566	-
VII Profit before tax (V - VI)		1,19,03,286	20,14,032
VIII Tax Expenses	32		
(i) Current tax		4,95,120	3,80,172
(ii) Deferred tax		3,73,128	7,89,457
		8,68,248	11,69,628
IX Profit for the year (VII - VIII)		1,10,35,037	8,44,404
X Other Comprehensive Income Items that will not be reclassified to profit & loss			
(i) Remeasurement gains/loss on defined benefit plans		11,651	4,221
(ii) Income-tax on above		(3,029)	(1,097)
Total Other Comprehensive Income for the year (net of tax)		8,622	3,124
XI Total Comprehensive Income for the year (IX + X)		1,10,43,659	8,47,528
XII Earnings per equity share	33		
(a) Basic		0.68	0.05
(b) Diluted		0.68	0.05

Significant Accounting Policies

2

The accompanying notes are an integral part of the financial statements

As per our report of even date
For Ambavat Jain & Associates LLP
Chartered Accountants
Firm Registration No. 109681W

On behalf of the Board

J.R. Mehta
Managing Director

A.J. Mehta
Director

Ashish J. Jain
Partner
Membership No. 111829

Shailesh Sankav
Chief Financial Officer

Khushboo Shah
Company Secretary

Place :MUMBAI
Date : 29-06-2021

Place :MUMBAI
Date : 29-06-2021

CHANDNI TEXTILES ENGINEERING INDUSTRIES LTD**STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST MARCH, 2021****Accounting Policy**

Cash flows are reported using the indirect method, whereby profit/(loss) for the period is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated. The company considers all highly liquid investments that are readily convertible to known amounts of cash to be cash equivalents.

Particulars	(Rupees)	
	2020-21	2019-20
Cash flow from operating activities		
Profit before Tax	1,19,03,286	20,14,032
Adjustment for :		
Depreciation and Amortisation Expense	1,50,00,880	1,31,54,582
Demerger Expenses written off	1,98,184	1,98,184
Compensation for compulsory acquisition of land (net)	(93,51,944)	
Loss /(Gain) on disposal of Property, Plant & Equipments and Capital work in progress	(12,96,071)	22,563
Loss /(Gain) on sale of FVTPL Investments	(12,92,624)	13,19,941
Changes in fair value of equity instruments though profit and loss	(19,91,840)	43,99,906
Allowances for credit loss	6,97,119	
Interest Income	(28,90,881)	(33,51,479)
Dividend income	(2,917)	(40,400)
Rent Income on Investment properties	(13,50,566)	(23,06,068)
Rent Concession -Covid 19	(12,13,150)	-
Interest Expense	58,05,454	46,74,446
Cash operating profit before working capital changes	1,42,14,931	2,00,85,707
Adjustment for :		
(Increase)/Decrease in trade receivables	(26,41,79,311)	35,77,528
(Increase)/Decrease in Inventories	2,84,41,262	(2,79,38,161)
(Increase)/Decrease in Other Financial Assets	1,33,557	(22,27,500)
(Increase)/Decrease in Other Current Assets	(1,61,06,528)	1,36,73,710
(Increase)/Decrease in Other non-current Financial Assets	(8,85,489)	25,54,466
(Increase)/Decrease in Other non-current assets	79,055	(8,19,249)
Increase/(Decrease) in trade payables	24,67,47,146	1,88,33,194
Increase/(Decrease) in Other non-current Liabilities	(1,62,103)	9,902
Increase/(Decrease) in Other Financial Liabilities	9,88,621	50,74,016
Increase/(Decrease) in Other current Liabilities	(80,10,726)	70,50,954
Cash generated from operating activities	12,60,415	3,98,74,568
Income tax paid (net of refund)	(5,78,949)	(13,19,472)
Net Cash generated from operating activities	6,81,466	3,85,55,096
Cash flow from Investing activities		
Purchase of Property, Plant and Equipments, Intangible assets and Capital work in progress	(2,14,72,471)	(2,38,75,851)
Right of Use Assets created	-	(66,42,707)
Compensation for compulsory acquisition of land	97,71,144	
Payment for Purchase of investments	(2,27,62,205)	(1,14,29,079)
Payment for Capital Advances/Deferred Expenses	(56,000)	-
Proceeds from sale of investments	2,60,12,573	24,48,584
Proceeds from disposal of Property, Plant & Equipments and Capital work in progress	35,65,000	69,59,200
Rent Income on Investment properties	13,50,566	23,06,068
Interest received	28,90,881	33,51,479
Dividend received	2,917	40,400
Net cash generated/(used) from investing activities	(6,97,595)	(2,68,41,905)
Cash flow from Financing activities		
Proceeds /Repayment of long term borrowings	(10,50,804)	(8,09,989)
Proceeds /Repayment of Short term borrowings	46,00,000	-
Interest paid	(19,69,707)	(19,62,168)
Payment of Lease Liabilities	(70,28,964)	(62,42,416)
Net cash generated/(used) from financing activities	(54,49,476)	(90,14,573)
Net Increase/(decrease) in cash and cash equivalents	(54,65,604)	26,98,619
Cash and cash equivalents at the beginning of the year	2,63,52,974	2,36,54,354
Cash and cash equivalents at end of the year	2,08,87,370	2,63,52,974

Net Increase/(decrease) in cash and cash equivalents	(54,65,604)	26,98,619
Cash and cash equivalents at the beginning of the year	2,63,52,974	2,36,54,354
Cash and cash equivalents at end of the year	2,08,87,370	2,63,52,974
Reconciliation of cash and cash equivalents as per the cash flow statement		
Cash & Cash Equivalents (Note 10)	1,62,73,228	2,09,54,235
Other Bank Balances (Note 11)	3,09,89,378	3,08,35,464
Bank overdraft (Note 19)	(2,63,75,269)	(2,54,36,726)
Balance as per statement of cash flows	2,08,87,337	2,63,52,973

Changes in liability arising from financing activities

	01-04-2020	Cash Flows		31-03-2021
		Receipts	Payments	
Current Borrowings	2,63,26,021	52,18,84,318	52,17,31,610	2,64,78,729
Unsecured Loan from Director	-	46,00,000	-	46,00,000
Non - Current Borrowings	2,64,968	-	2,64,968	-
Total	2,65,90,990	52,64,84,318	52,19,96,579	3,10,78,729

As per our report of even date
For Ambavat Jain & Associates LLP
Chartered Accountants
Firm Registration No. 109681W

On behalf of the Board

J.R. Mehta
Managing Director

A.J. Mehta
Director

Ashish J. Jain
Partner
Membership No. 111829

Shailesh Sankav
Chief Financial Officer
Place :MUMBAI
Date : 29-06-2021

Khushboo Shah
Company Secretary

Place :MUMBAI
Date : 29-06-2021

CHANDNI TEXTILES ENGINEERING INDUSTRIES LTD.						
STATEMENT OF CHANGES IN EQUITY						
Particulars	Equity Share Capital	Other Equity			Total Equity	
		Reserves and Surplus		Items of Other Comprehensive Income		Total Other Equity
		Securities Premium	Retained Earnings			
	A				B	(A+B)
As at 31st March 2019	16,13,72,630	1,88,31,403	1,57,40,046	(28,741)	3,45,42,708	19,59,15,338
Effect of adoption of Ind As 116 (net of taxes)			(14,97,837)	-	(14,97,837)	(14,97,837)
Restated as at 1st April, 2019	16,13,72,630	1,88,31,403	1,42,42,209	(28,741)	3,30,44,871	19,44,17,501
Profit for the year			8,44,404		8,44,404	8,44,404
Other Comprehensive income			-	3,124	3,124	3,124
Total comprehensive income for the year	-		8,44,404	3,124	8,47,528	8,47,528
As at 31 March 2020	16,13,72,630	1,88,31,403	1,50,86,613	(25,617)	3,38,92,399	19,52,65,029
Profit for the year			1,10,35,037	8,622	1,10,43,659	1,10,43,659
Other Comprehensive income			-	-	-	-
Total comprehensive income for the year	-		1,10,35,037	8,622	1,10,43,659	1,10,43,659
As at 31 March 2021	16,13,72,630	1,88,31,403	2,61,21,650	(16,995)	4,49,36,058	20,63,08,688

As per our report of even date
For Ambavat Jain & Associate LLP
Chartered Accountants
Firm Registration No. 109681W

Ashish J. Jain
Partner
Membership No. 111829

Place: MUMBAI
Date: 29-06-2021

On behalf of the Board

J.R.Mehta
Managing Director

Shailesh Sankav
Chief Financial Officer

Place: Mumbai
Date: 29-06-2021

A.J.Mehta
Director

Khushboo Shah
Company Secretary

CHANDNI TEXTILE ENGINEERING INDUSTRIES LIMITED**NOTES ON THE FINANCIAL STATEMENTS****1. GENERAL INFORMATION**

Chandni Textiles Engineering Industries Ltd. is a public company limited by shares, incorporated under the provisions of the Companies Act applicable in India and domiciled in India. Its Registered Office is located at 110 T.V. Industrial Estate, 52, S.K. Ahire Marg, Worli, Mumbai 400 030. Its shares are listed on two recognized Stock Exchanges in India (BSE & MSEI).

The Company is dealing in diversified business activities, primarily in manufacturing and trading of textiles, plastics and other items.

The financial statements are approved by the company's board of directors on 29-06-2021.

2. Significant Accounting Policies

This note provides a list of the significant accounting policies adopted in the preparation of these separate Financial Statements of Chandni Textiles Engineering Industries Ltd. These policies have been consistently applied to all the period presented, unless otherwise stated.

a) Basis of preparation**(i) Compliance with Ind AS**

These Financial Statement have been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 as a going concern on an accrual basis.

(ii) Historical cost convention

The Financial Statements have been prepared on a historical cost basis, except for the following:

- Equity Investments in entities are measured at fair value;
- Certain financial assets & liabilities are measured at fair value;
- Defined Benefit Plans – plan assets are measured at fair value.

(iii) Use of estimates

In preparing the Financial Statements in conformity with accounting principles generally accepted in India, management is required to make estimates and assumptions that affect reported amounts of assets and liabilities and the disclosure of contingent liabilities as at the date of Financial Statements and the amounts of revenue and expenses during the reported period. Actual results could differ from those estimates. Any revision to such estimates is recognized in the period the same is determined.

b) Current versus 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 realization in cash and cash equivalents.

c) Fair value measurement

The Company measures financial instruments, at fair value at each balance sheet date. Fair value is the price 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 fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible by the Company. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of un-observable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- 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.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above. This note summarizes accounting policy for a fair value. Other fair value related disclosures are given in the relevant notes.

d) Revenue recognition

The Company earns revenue primarily from sale of products and sale of services.

Sale of Products and Services

Revenues are recognized when the Company satisfies the performance obligation by transferring a promised product or service to a customer. A product is transferred when the customer obtains control of that product. To recognize revenues, company applies the following five step approach: (1) identify the contract with a customer, (2) identify the performance obligations in the contract, (3) determine the transaction price, (4) allocate the transaction price to the performance obligations in the contract, and (5) recognize revenues when a performance obligation is satisfied. Revenues 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.

Job work Charges

When the outcome of a transaction involving the rendering of services can be estimated reliably, revenue associated with the transaction shall be recognized by reference to the stage of completion of the transaction at the end of reporting period.

Rental Income

Rental income from the property leased under the lease and license agreement is recognized as income on a straight-line basis over the period of contractual lease terms. The respective leased assets are included in the balance sheet based on their nature.

Interest Income

Revenue from interest is recognized on accrual basis and determined by contractual rate of interest.

Dividend Income

Dividend income is stated at gross and is recognized when right to receive payment is established.

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

e) Transactions in Foreign Currency

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction. Premium on forward cover contracts, if any, in respect of imports is charged to profit & loss account over the period of contract. All monetary assets and liabilities as at the Balance sheet date, not covered by forward contracts are restated at the applicable exchange rates prevailing on that date. All exchange differences arising on transactions, not covered by forward contracts, are charged to Profit & Loss Account.

f) Lease***As a Lessee***

The Company's lease asset classes primarily consist of leases for buildings. The Company assesses whether a contract contains a lease, at inception of a contract. 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. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether: (i) the contract involves the use of an identified asset (ii) the Company has substantially all of the economic benefits from use of the asset through the period of the lease and (iii) the Company has the right to direct the use of the asset.

At the date of commencement of the lease, the Company recognizes a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and low value leases. For these short-term and low value leases, the Company recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease.

Certain lease arrangements includes the options to extend or terminate the lease before the end of the lease term. ROU assets and lease liabilities includes these options when it is reasonably certain that they will be exercised.

The right-of-use assets ("ROU") are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses.

Right-of-use assets are depreciated from the commencement date on a straight-line basis over the shorter of the lease term and useful life of the underlying asset. Right of use assets are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other

assets. In such cases, the recoverable amount is determined for the Cash Generating Unit (CGU) to which the asset belongs.

The lease liability is initially measured at amortized cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates in the country of domicile of these leases. Lease liabilities are remeasured with a corresponding adjustment to the related right of use asset if the Company changes its assessment if whether it will exercise an extension or a termination option.

Lease liability and ROU asset have been separately presented in the Balance Sheet and lease payments have been classified as financing cash flows.

As a lessor

Lease income from operating leases where the Company is a lessor is recognised in income on a straight-line basis over the lease term unless the receipts are structured to increase in line with expected general inflation to compensate for the expected inflationary cost increases. The respective leased assets are included in the balance sheet based on their nature.

The weighted average incremental borrowing rate applied to lease liabilities is 6.75%.

g) Cash and cash equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash in hand, cash at bank and other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

h) Trade receivables

Trade receivables are recognized initially at fair value and subsequently measured at amortized cost using the effective interest method, less provision for impairment.

i) Inventories

Inventories are valued at the lower of cost and net realizable 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.
- Finished goods: cost includes cost of direct materials and labour and a proportion of manufacturing overheads based on the normal operating capacity.
- Traded goods: cost includes cost of purchase and other costs incurred in bringing the inventories to their present location and condition.
- 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.

j) Property, Plant and Equipment

Freehold land is carried at historical cost. All other items of property, plant and equipment are stated at historical cost less depreciation. Historical Cost represents direct expenses incurred on acquisition or construction of the assets and the share of indirect expenses relating to construction allocated in proportion to the direct cost involved.

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 derecognized when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

Capital work-in-progress comprises the cost of plant and equipment that are not yet ready for their intended use on the reporting date.

Depreciation methods, estimated useful lives and residual value

Depreciation on property, plant and equipment other than freehold, is provided on 'Straight Line Method' based on useful life as prescribed under Schedule II of the Companies Act 2013.

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

k) Intangible Assets

Intangible Assets are stated at cost less accumulated amortization and net of impairments, if any. An intangible asset is recognised if it is probable that the expected future economic benefits that are attributable to the asset will flow to the Company and its cost can be measured reliably.

Intangible assets are amortized on straight line basis over their estimated useful lives. An intangible asset is derecognized on disposal, or when no future economic benefits are expected to arise from continued use of the asset. Gains or losses arising from derecognition of an intangible asset, 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 when the asset is derecognized.

l) Investment Properties

Investment properties consist of commercial offices not required presently for own use or administrative purposes and which are leased to others to earn rentals and/or for capital appreciation. Investment properties are measured initially at cost, including transaction costs. Subsequent to initial recognition, investment properties are stated at cost less accumulated depreciation and impairment losses, if any.

The Company, based on technical assessment made by management, depreciates the building over estimated useful lives of 60 years. The management believes that these estimated useful lives are realistic and reflect fair approximation of the period over which the assets are likely to be used.

Though the Company measures investment property using cost-based measurement, the fair value of investment property is disclosed in notes. Fair value is determined based on ready reckoner rate prescribed by the Government of Maharashtra for the purpose of levy of stamp duty.

m) Financial instruments

Financial assets

Initial recognition and measurement

Financial assets are recognised when, and only when, the Company becomes a party to the contractual provisions of the financial instrument. The Company determines the classification of its financial assets at initial recognition.

When financial assets are recognised initially, they are measured at fair value, plus, in the case of financial assets not at fair value through profit or loss directly attributable transaction costs. Transaction costs of financial assets carried at fair value through profit or loss are expensed in the Statement of Profit and Loss.

Classification

- Cash and Cash equivalents

Cash and cash equivalents comprises cash on hand, demand deposits with banks and are short-term balances (with an original maturity of three months or less from the date of acquisition).

- Debt Instruments

The Company classifies its debt instruments as subsequently measured at amortised cost, fair value through Other Comprehensive Income or fair value through profit or loss based on its business model for managing the financial assets and the contractual cash flow characteristics of the financial asset.

(i) Financial assets at amortised cost

Financial assets are subsequently measured at amortised cost if these financial assets are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest. Interest income from these financial assets is included as a part of the Company's income in the Statement of Profit and Loss using the effective interest rate method.

(ii) Financial assets at fair value through Other Comprehensive Income (FVOCI)

Financial assets are subsequently measured at fair value through Other Comprehensive Income if these financial assets are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest. Movements in the carrying value are taken through Other Comprehensive Income, except for the recognition of impairment gains or losses, interest revenue and foreign exchange gains or losses which are recognised in the Statement of Profit and Loss. When the financial asset is derecognised, the cumulative gain or loss previously recognised in Other Comprehensive Income is reclassified from Other Comprehensive Income to the Statement of Profit and Loss. Interest income on such financial assets is included as a part of the Company's income in the Statement of Profit and Loss using the effective interest rate method.

(iii) Financial assets at fair value through profit or loss (FVTPL)

Assets that do not meet the criteria for amortised cost or FVOCI are measured at fair value through profit or loss. A gain or loss on such debt instrument that is subsequently measured at FVTPL as well as interest income is recognised in the Statement of Profit and Loss.

Equity Instruments

The Company subsequently measures all equity investments (other than the investment in subsidiaries which are measured at cost) at fair value. Dividends from such investments are recognised in the Statement of Profit and Loss as other income when the Company's right to receive payment is established.

Derecognition

A financial asset is derecognised only when the Company has transferred the rights to receive cash flows from the financial asset. Where the Company has transferred an asset, the Company evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is derecognised. Where the Company has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not derecognised. Where the Company retains control of the financial asset, the asset is continued to be recognised to the extent of continuing involvement in the financial asset.

Financial Liabilities

Initial recognition and measurement

Financial liabilities are recognised when, and only when, the Company becomes a party to the contractual provisions of the financial instrument. The Company determines the classification of its financial liabilities at initial recognition.

All financial liabilities are recognised initially at fair value, plus, in the case of financial liabilities not at fair value through profit or loss directly attributable transaction costs.

Subsequent measurement

After initial recognition, financial liabilities that are not carried at fair value through profit or loss are subsequently measured at amortised cost using the effective interest method. Gains and losses are recognised in the Statement of Profit and Loss when the liabilities are derecognised, and through the amortisation process.

Derecognition

A financial liability is de-recognised when the obligation under the liability is discharged or 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 a de-recognition of the original liability and the recognition of

a new liability, and the difference in the respective carrying amounts is recognised in the Statement of Profit and Loss.

Impairment of financial assets

The Company assesses, at each reporting date, whether a financial asset or a group of financial assets is impaired. Ind AS-109 on Financial Instruments, requires expected credit losses to be measured through a loss allowance. For trade receivables only, the Company recognises expected lifetime losses using the simplified approach permitted by Ind AS-109, from initial recognition of the receivables. For other financial assets (not being equity instruments or debt instruments measured subsequently at FVTPL) the expected credit losses are measured at the 12 month expected credit losses or an amount equal to the lifetime expected credit losses if there has been a significant increase in credit risk since initial recognition.

n) Trade and Other Payables

These amounts represent liabilities for goods and services provided to the Company prior to the end of 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 amortized cost using the effective interest method.

o) Borrowing costs

General and specific borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized as part of the cost of respective assets during the period of time that is required to complete and prepare the asset for its intended use. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale. Other borrowing costs are expensed in the period in which they are incurred.

p) Employee Benefits

(i) Short-term obligations

The costs of all short-term employee 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 during the period in which the employee renders the related services. The accruals for employee entitlements of benefits such as salaries, bonuses and annual leave represent the amount which the Company has a present obligation to pay as a result of the employees' services and the obligation can be measured reliably. The accruals have been calculated at undiscounted amounts based on current salary levels at the Balance Sheet date.

(ii) Post-employment obligations

The Company operates the following post-employment schemes:

Gratuity Fund -

The Company makes annual contributions to gratuity funds administered by the Life Insurance Corporation of India. The gratuity plan provides for lump sum payment to vested employees on retirement, death or termination of employment of an amount based on the respective employee's

last drawn salary and tenure of employment. The Company accounts for the net present value of its obligations for gratuity benefits, based on an independent actuarial valuation, determined on the basis of the projected unit credit method, carried out as at the Balance Sheet date. The obligation determined as aforesaid less the fair value of the plan assets is reported as a liability or assets as of the reporting date. Actuarial gains and losses are recognised immediately in the Other Comprehensive Income and reflected in retained earnings and will not be reclassified to the Statement of Profit and Loss.

Provident Fund –

The Company pays provident fund contributions to a fund administered by Government Provident Fund Authority. 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.

q) Tax expenses

(i) Current 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 and items that are never taxable or deductible. The Company's current tax is calculated using tax rates that have been enacted or substantively enacted, by the end of the reporting period.

(ii) Deferred Tax

Deferred Income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the separate Financial Statements.

Deferred tax assets are recognized for all deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilize those temporary differences and losses. Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. 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 realize the asset and settle the liability simultaneously.

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

Minimum Alternate Tax is accounted for in accordance with tax laws which give rise to future economic benefits in the form of tax credit against which future income tax liability is adjusted and is recognized as deferred tax asset in the balance sheet.

r) Earnings per share

Basic earnings per share is computed by dividing the profit or loss after tax by the weighted average number of equity shares outstanding during the year including potential equity shares on compulsory convertible debentures. Diluted earnings per share is computed by dividing the profit / (loss) after tax as adjusted for dividend, interest and other charges to expense or income (net of any attributable taxes) relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share.

s) Impairment of assets

Assets are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognized for the amount by which the asset's carrying amount exceeds its recoverable amount. Assets that suffered impairment are reviewed for possible reversal of the impairment at the end of each reporting period. In case of such reversal, the carrying amount of the asset is increased so as not to exceed the carrying amount that would have been determined had there been no impairment loss.

i) Segment Reporting

Segments are identified based on the manner in which the Chief Operating Decision Maker ('CODM') decides about resource allocation and reviews performance.

Segment results that are reported to the CODM include items directly attributable to a segment as well as those that can be allocated on a reasonable basis. Segment capital expenditure is the total cost incurred during the period to acquire property and equipment and intangible assets including goodwill.

j) Events after the reporting period

Adjusting events are events that provide further evidence of conditions that existed at the end of the reporting period. The financial statements are adjusted for such events before authorisation for issue.

Non-adjusting events are events that are indicative of conditions that arose after the end of the reporting period. Non-adjusting events after the reporting date are not accounted, but disclosed if material.

k) Provisions, Contingent Liabilities and Contingent Assets

Provisions are recognised when there is a present legal or statutory obligation or constructive obligation as a result of past events and where it is probable that there will be outflow of resources to settle the obligation and when a reliable estimate of the amount of the obligation can be made.

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

Contingent assets where it is probable that future economic benefits will flow to the Company are not recognised but disclosed in the Financial Statements. However, when the realization of income is virtually certain, then the related asset is no longer a contingent asset, but it is recognised as an asset.

3.1 Property, Plant and Equipment

G R O S S C A R R Y I N G A M O U N T				D E P R E C I A T I O N / A M O R T I S A T I O N				N E T C A R R Y I N G A M O U N T		
Particulars	As at 01-04-2020	Additions	Deductions/ Adjustments	As at 31-03-2021	Upto 31-03-2020	For the year	Deductions/ Adjustments (*)	Upto 31-03-2021	As at 31-03-2021	As at 31-03-2020
Freehold Land	9,60,000	-	4,19,200	5,40,800	-	-	-	-	5,40,800	9,60,000
Buildings	73,99,088	-	-	73,99,088	17,31,721	2,30,354	-	19,62,075	54,37,013	56,67,367
Plant & Machinery	8,18,61,123	2,10,14,109	9,19,517	10,19,55,715	1,60,92,095	53,81,382	34,241	2,14,39,236	8,05,16,479	6,57,69,028
Furniture & Fixtures	88,15,945	3,10,931	-	91,26,876	57,51,185	7,98,627	4,711	65,45,101	25,81,775	30,64,760
Office Equipments	15,32,496	27,059	-	15,59,555	12,28,154	1,26,331	-	13,54,485	2,05,070	3,04,342
Computers	8,64,363	12,627	-	8,76,990	7,45,410	32,070	-	7,77,480	99,510	1,18,953
Vehicles	59,30,986	-	23,88,113	35,42,873	26,54,631	5,71,729	13,02,943	19,23,417	16,19,456	32,76,355
Air Conditioners	8,37,160	-	-	8,37,160	5,58,900	73,098	2,853	6,29,145	2,08,015	2,78,260
Electrical Fittings	33,98,884	-	-	33,98,884	9,78,071	3,25,376	173	13,03,274	20,95,610	24,20,813
Total	11,16,00,044	2,13,64,727	37,26,830	12,92,37,941	2,97,40,167	75,38,967	13,44,921	3,59,34,213	8,18,59,877	8,18,59,877
Total Previous Year	10,22,75,262	1,37,60,045	44,35,262	11,16,00,044	2,33,34,457	70,08,109	6,02,399	2,97,40,167		7,89,40,805

3.2 Capital Work-in-Progress

Particulars	As at 01-04-2020	Additions	Capitalization/ Deductions	As at 31-03-2021
Plant & Machinery	41,32,939	1,07,745	2,98,482	39,42,202
Total	41,32,939	1,07,745	2,98,482	39,42,202
Total Previous Year	7,83,341	1,01,15,808	67,66,210	41,32,939

3.3 Investment Properties										
	GROSS BLOCK				DEPRECIATION				NET BLOCK	
Particulars	As at 01-04-2020	Additions	Deductions/ Adjustments	As at 31-03-2021	Upto 31-03-2020	For the Year	Deductions/ Adjustments	Upto 31-03-2021	As at 31-03-2021	As at 31-03-2020
Office Premises	47,75,800	-	-	47,75,800	21,72,385	71,089	-	22,43,474	25,32,326	26,03,415
Total Previous Year	47,75,800	-	-	47,75,800	21,01,015	71,370	-	21,72,385	26,03,415	26,74,785

Notes:**a. Information regarding Income and Expenditure of Investment Properties**

	2020-21	2019-20
Rental Income derived from Investment properties	1350,,566	23,06,068
Direct operating expenses generating rental incomes	1,39,040	1,67,080
Profit arising from Investment properties before depreciation and Indirect expenses	12,11,526	21,38,988
Less: Depreciation	71,089	71,370
Profit arising from investment properties before indirect expenses	11,40,437	20,67,618

b. The Company's investment properties consist of office premises which is leased to third party under operating lease for a period of five years with rentals payable yearly.

c. Fair value				
Description of valuation techniques used and key inputs to valuation on investment properties:				
Particulars	Valuation technique (See Note below)	Fair Value Hierarchy	Fair Value	
			31/03/2021	31/03/2020
Office Premises	Stamp Duty Reckoner Rate	Level 2	47,257,795	49,332,000

The above valuation of the investment properties are in accordance with the Ready Reckoner rates prescribed by the Government of Maharashtra for the purpose of levying stamp duty. The management has referred to the publications and government website for Ready Reckoner rates. The adjustments related to floors, lifts and other factors are not considered for valuation of office Premises. Since the valuation is based on the published Ready Reckoner rates, the company has classified the same under Level 2.

3.4 Intangible Assets

Particulars	GROSS CARRYING AMOUNT				AMORTISATION				NET CARRYING AMOUNT	
	As at 01-04-2020	Additions	Deductions/ Adjustments	As at 31-03-2021	Upto 31-03-2020	For the year	Deductions/ Adjustments	Upto 31-03-2021	As at 31-03-2021	As at 31-03-2020
Tademark	37,000	-	-	37,000	15,589	6,552	-	22,141	14,859	21,411
Total	37,000	-	-	37,000	15,589	6,552	-	22,141	14,859	21,411
Total Previous Year	37,000	-	-	37,000	7600	7,989	-	15,589	21,411	29,400

3.5 Right of Use Assets

Changes in the carrying value of Right of Use Assets

Particulars	Land & Building	
	31-03-2021	31-03-2020
Balance at the beginning	6,41,67,103	-
Reclassified on account of adoption of Ind AS 116	-	1,89,54,535
Additions	5,60,421	5,12,79,682
Deletion	-	-
Depreciation	73,92,009	60,67,114
Balance at the year end	5,73,35,516	6,41,67,103

The aggregate depreciation expense on Right of Use assets is included under depreciation and amortization expense in the Statement of Profit and Loss.

Notes forming part of the Financial Statements

		AS AT 31-03-2021		AS AT 31-03-2020	
	<u>Face Value</u>	Nos	Amount	Nos	Amount
4. NON- CURRENT FINANCIAL ASSETS –INVESTMENTS					
Investments in Equity Instruments -					
(i) Others (At Fair Value through Profit or Loss)					
Quoted					
Alok Industries	1	5,000	100,750		
Bharti Airtel Ltd	5	-	-	1,000	4,40,600
Cadila Healthcare Ltd	1	-	-	1,000	2,67,100
Shree Rajasthan Syntex Ltd	10	32,200	119,140	32,200	45,724
Dish TV	1	5000	46,150	-	-
Escorts Ltd	10	-	-	5	4,925
Future Consumer Enterprises	6	5,000	29,950	-	-
HCL Infosystems Ltd	2	1,000	8,880	1,000	3,730
ICICI Bank Ltd	2	-	-	1,000	3,24,500
IDFC Ltd	10	10,000	4,73,000	10,000	1,48,500
IDFC First Bank Ltd *	10	10,500	5,84,850	10,500	2,21,550
Indusind Bank Ltd	10	-	-	500	1,75,550
IOL Chemicals & Pharmaceuticals Ltd *	10	50	27,530	2,500	4,40,375
Jaiprakash Associates Ltd	2	5,000	34,350	5,000	5,350
Kotak Mahindra Bank Ltd	5	-	-	500	6,48,175
MauriaUdyog Ltd	10	250	2,863	250	11,513
Mercator Ltd	1	1,900	1,539	1,900	986
Rohit Ferro -Tech Ltd	10	10,000	29,100	10,000	4,400
Reliance Communications Ltd	5	25,000	41,750	-	-
Sintex Plastic Technology Ltd	1	250	813	250	163
State Bank of India*	1	10,000	36,43,500	10,000	19,69,500
Vodafone Idea Ltd	10	-	-	50,000	1,55,500

Yes Bank Ltd*	2	50,000	7,80,000	45,000	10,10,250
			59,24,164		58,78,391
Unquoted					
Rei Agro Ltd.	1	20,000	-	20,000	-
			59,24,164		58,78,391

Aggregate value of quoted investments (at Fair value)	59,24,164	58,78,391
Aggregate Value of quoted investments	59,24,164	58,78,391
Aggregate value of unquoted investments	-	-

* Out of these shares, shares amounting to Rs. 44,78,880/- (2020-Nil) are pledged as a margin money with the stock broker.

		AS AT	AS AT
		31-03-2021	31-03-2020
5	<u>OTHER NON-CURRENT FINANCIAL ASSETS</u>		
	(Unsecured considered good)		
	Security Deposits at amortised costs	20,19,238	22,62,417
	Bank Deposits with more than 12 months maturity	18,77,748	7,49,080
		38,96,986	30,11,497
6	<u>OTHER NON-CURRENT ASSETS</u>		
	(Unsecured considered good)		
	Deposit with Government Authorities	29,599	29,599
	Security Deposits Utility	14,65,712	14,65,712
	Capital Advances	6,000	-
	Others	28,00,613	30,27,852
		43,01,924	45,23,163

7	<u>INCOME TAX ASSETS (net)</u>		
	Advance Tax / TDS less provisions	25,81,508	25,00,709
		25,81,508	25,00,709
8	<u>INVENTORIES</u>		
	(As taken, valued and certified by the management)		
	Raw Materials	50,72,079	56,40,422
	Stock-in-trade	38,698	2,56,78,142
	Finished Goods	57,14,571	78,42,676
	Spares	32,130	1,37,500
		1,08,57,478	3,92,98,740
9	<u>TRADE RECEIVABLES</u>		
	Trade Receivables considered good – Unsecured	32,19,37,818	5,84,55,626
	Trade Receivables which have significant increase in Credit Risk	23,67,913	16,70,794
	Less : Allowance for credit loss	23,67,913	16,70,794
		-	-
		32,19,37,818	5,84,55,626
10	<u>CASH & CASH EQUIVALENTS</u>		
	Balances with banks		
	-in current accounts	42,86,192	19,82,257
	Cash on hand	3,80,237	5,25,575
	Bank deposits with less than 3 months maturity	1,16,06,799	1,84,46,403
		1,62,73,228	2,09,54,235
11	<u>OTHER BANK BALANCES</u>		
	Bank deposits with maturity of more than 3 months but less than 12 months	3,09,89,378	3,08,35,464
		3,09,89,378	3,08,35,464

Fixed deposits to the extent of Rs.2,94,00,000/- (2020- Rs.3,04,00,000/-) are pledged to the banks against bank overdraft.

12	<u>OTHER CURRENT FINANCIAL ASSETS</u>		
	(Unsecured, considered good)		
	Security Deposits at amortised cost	29,06,408	27,08,000
	Employees Advances	1,75,000	1,25,000
	Interest Accrued on Fixed Deposits	4,49,110	8,31,075
		35,30,518	36,64,075
13	<u>OTHER CURRENT ASSETS :</u>		
	Unsecured, Considered Good		
	Balances with Govt. Authorities (Other than income-tax)	55,90,918	74,18,115
	Advances to vendors	35,62,574	1,65,720
	Prepaid Expenses	2,28,603	2,56,305
	Others	2,27,56,448	81,91,876
		3,21,38,544	1,60,32,016
14	<u>EQUITY SHARE CAPITAL</u>		
i)	<u>AUTHORISED :</u>		
	2,00,00,000 (2,00,00,000) Equity Shares of Rs. 10/- (Rs.10/-) each	20,00,00,000	20,00,00,000
		20,00,00,000	20,00,00,000
ii)	<u>ISSUED, SUBSCRIBED AND FULLY PAID</u>		
	1,61,37,263 (1,61,37,263,) Equity Shares of Rs.10/- (Rs.10/-) each	16,13,72,630	16,13,72,630
		16,13,72,630	16,13,72,630
iii)	The reconciliation of the number of shares outstanding is set out below :		
	Equity Shares of Rs.10/- each at the beginning of the year	1,61,37,263	1,61,37,263
	Equity Shares of Rs.10/- each at the end of the year	1,61,37,263	1,61,37,263
iv)	The Company has only one class of equity share. These shares rank paripassu in all respects including voting rights, entitlement to dividend and distribution of assets of the Company in the event of liquidation.		

v)	The details of Shareholders holding more than 5% shares				
	Name of the Shareholder	No of Shares	%	No of Shares	%
	J.R. Mehta	41,92,091	25.98	41,92,091	25.98
	A.J. Mehta	27,59,626	17.10	27,59,626	17.10
	Chetan K. Mehta	4,05,303	2.51	20,96,326	12.99
	Hetal C. Mehta	9,69,672	6.01	10,12,728	6.28
15	<u>OTHER EQUITY</u>				
i)	<u>Reserves & Surplus</u>				
a)	Securities Premium				
	Opening Balance		1,88,31,403	1,88,31,403	
	Closing Balance		1,88,31,403	1,88,31,403	
b)	Retained Earnings				
	Opening Balance		1,50,86,613	1,57,40,046	
	(Less) : Effect of adoption of Ind AS (net of taxes) (Refer Note No. 36)		-	(14,97,837)	
			1,50,86,613	1,42,42,209	
	Add : Profit for the year		1,10,35,037	8,44,404	
	Closing Balance		2,61,21,650	1,50,86,613	
ii)	<u>Other Comprehensive Income</u>				
	Opening Balance		(25,617)	(28,740)	
	Add/(Less) : Items that will not be reclassified to profit & loss (net of tax)		8,622	3,124	
	Closing Balance		(16,995)	(25,617)	
			4,49,36,058	3,38,92,399	
16	<u>NON-CURRENT BORROWINGS</u>				
	<u>Secured :</u>				
	<u>Term Loans :</u>				
	From HDFC Bank Ltd		-	2,64,968	
			-	2,64,968	

i) Non-current borrowings and current maturities of non-current borrowings include : Term Loans from HDFC Bank Ltd to the extent of Rs.1,03,460/- (2020-Rs.11,54,263/-) secured by way of hypothecation of vehicles at the rate of interest of 9.50% p.a. repayable in 60 equated monthly instalments.			
ii) Repayment Schedule and Interest rate of Term Loans from banks are set out below :			
Rate of Interest @ 9.5%		0-1 Year	1-2 Years
		1,03,460	-
17 OTHER NON- CURRENT FINANCIAL LIABILITIES			
	Rental Deposits measured at amortised costs	-	1,62,103
	Lease Liabilities	4,96,68,484	5,41,04,572
		4,96,68,484	5,42,66,675
(a) The following is the movement in lease liabilities during the year ended March 31, 2021			
	Balance as at beginning	5,84,39,140	-
	<i>Reclassified on account of adoption of Ind AS 116 (refer to note36)</i>	-	1,73,26,803
	<i>Additions</i>	5,60,421	4,46,42,475
	<i>Finance cost accrued during the period</i>	38,35,747	27,12,278
	<i>Rent Concession - Covid-19</i>	(12,13,150)	-
	<i>Payment of lease liabilities</i>	(70,28,965)	(62,42,416)
	Balance at the end	5,45,93,193	5,84,39,140
<i>Rental expenses recorded for short-term operating leases was Rs.1,74,000/- for the year ended 31st March, 2021 (2020 :Rs7,84,971/-)</i>			
(b) Maturity analysis of lease liabilities			
Maturity analysis – contractual undiscounted cash flows			
	<i>Less than one year</i>	83,27,756	81,46,768
	<i>One to five years</i>	3,55,57,020	3,88,10,036
	<i>More than five years</i>	3,23,05,560	3,73,80,300

	<i>Total undiscounted lease liabilities at 31 March</i>	7,61,90,336	8,43,37,104
	<i>Lease liabilities included in the statement of financial position at 31 March</i>	5,45,93,193	5,84,39,140
	<i>Current</i>	49,24,711	43,34,570
	<i>Non-Current</i>	4,96,68,484	5,41,04,572
(c)	<i>The Company does not face a significant liquidity risk with regard to its lease liabilities as the current assets are sufficient to meet the obligations related to lease liabilities as and when they fall due.</i>		
18	<u>DEFERRED TAX LIABILITIES/(ASSETS) (NET)</u>		
	<u>Deferred tax Liabilities :</u>		
	Timing difference on account of depreciation	66,97,476	57,57,668
	Financial Assets & liabilities at amortised cost	-	5,418
	Unrealised Gains (ICDS)	4,14,181	-
		71,11,657	57,63,086
	<u>Deferred Tax Assets :</u>		
	Expenses allowable on payment basis under Tax Laws	1,79,081	-
	Unabsorbed Depreciation	6,70,528	-
	Changes in FV of Investments	1,41,466	6,33,286
	Unused Losses	4,92,455	4,05,964
	Doubtful debts	6,15,657	4,34,406
	Financial Assets &Liabilites at amortised cost	-	5,94,317
	Lease Liabilities	14,40,696	8,87,521
	Mat credit entitlement	27,74,248	23,83,197
		63,14,132	53,38,689
	Net Deferred Tax Liabilities	7,97,525	4,24,397

19	<u>SHORT TERM BORROWINGS</u>		
	<u>Secured Overdraft :</u>		
	From HDFC Bank Ltd	2,63,75,269	2,54,36,726
	(Secured by way of pledge of fixed deposits at the interest rate of 5.90% p.a.)		
	Unsecured Loan from Director	46,00,000	-
		3,09,75,269	2,54,36,726
20	<u>TRADE PAYABLES</u>		
	Total outstanding dues of micro enterprises & small enterprises	37,017	-
	Total outstanding dues of creditors other than micro enterprises & small enterprises	28,80,82,528	4,13,72,399
		28,81,19,545	4,13,72,399
21	<u>OTHER CURRENT FINANCIAL LIABILITIES</u>		
	Current Maturities of non-current borrowings (Refer Note No. 16)	1,03,460	8,89,295
	Interest accrued but not due on borrowings	625	6,985
	Creditors for capital goods	64,95,154	55,00,173
	Lease Liabilites (Refer Note No. 17)	49,24,711	43,34,570
		1,15,23,950	1,07,31,024
22	<u>OTHER CURRENT LIABILITIES</u>		
	Advances received from customers	13,73,574	98,22,613
	Statutory Dues payable	7,93,141	3,54,829
		21,66,715	1,01,77,442
23	<u>REVENUE FROM OPERATIONS</u>		
	Sales of Products	68,10,62,381	9,87,04,944
	Sales of Services	1,41,51,567	2,39,83,207
		69,52,13,947	12,26,88,151
i)	<u>PARTICULARS OF SALE OF PRODUCTS</u>		
	Textile Goods	5,37,09,499	7,96,96,838

	Plastic Moulded Goods	1,62,83,255	1,87,45,306
	Tools	61,10,69,626	2,62,800
		68,10,62,381	9,87,04,944
ii) PARTICULARS OF SALE OF SERVICES			
	Jobwork services	91,51,567	20,53,207
	Service Charges	50,00,000	2,19,30,000
		1,41,51,567	2,39,83,207
24 OTHER INCOME :			
	Interest Income :		
	on Bank Fixed Deposits	28,90,881	33,51,479
	on Income tax refund	25,077	-
	on unwinding	1,79,589	1,41,687
	on Others	4,64,129	-
	Rent Income	13,50,566	23,06,068
	Profit on sale of Property, Plant & Equipment & Capital Work-in-progres (Net)	12,96,071	-
	Profit on sale of FVTPL Investments	18,85,673	-
	Changes in FV of Equity Instruments through P&L	19,91,840	-
	Foreign Exchange gains - (Net)	-	336
	Dividend on FVTPL Investments	2,917	40,400
	Miscellaneous Income	7,92,500	8,85,000
	Sundry Balances Written off	6,49,316	36,883
	Rent Concession - Covid 19	12,13,150	-
		1,27,41,709	67,61,853
25 COST OF MATERIALS CONSUMED			
	Opening Stock	56,40,422	70,60,205
	Add :- Purchases	3,35,00,424	4,92,56,446
	Less :- Closing Stock	50,72,079	56,40,422

		3,40,68,767	5,06,76,229
i)	<u>PARTICULARS OF MATERIAL CONSUMED</u>		
	<u>Indigenous Materials</u>		
	Yarn	2,48,72,120	3,68,65,384
	PP	91,96,647	1,38,10,845
	Total Indigenous	3,40,68,767	5,06,76,229
	<u>Imported</u>	-	-
		3,40,68,767	5,06,76,229
26	<u>PARTICULARS OF PURCHASES OF STOCK-IN-TRADE</u>		
	Tools – Local	56,27,33,088	2,58,82,244
	Others – Local	43,25,200	-
	Plastic Material - Imported	13,18,429	-
		56,83,76,717	2,58,82,244
27	<u>CHANGES IN INVENTORIES OF FINISHED GOODS & STOCK-IN-TRADE</u>		
	Opening Stock :		
	Stock-in-trade	2,56,78,142	38,698
	Finished Goods	78,42,676	41,49,676
		3,35,20,818	41,88,374
	Closing Stock :		
	Stock-in-trade	38,698	2,56,78,142
	Finished Goods	57,14,571	78,42,676
		57,53,269	3,35,20,818
		2,77,67,549	(2,93,32,444)
28	<u>MANUFACTURING EXPENSES</u>		
	Stores, Spares and Packing Materials	31,47,687	35,97,633
	Labour & Processing Charges	4,72,857	11,19,468

	Power & Fuel	90,90,640	92,73,917
	Transportation Charges	5,84,996	9,70,850
	Other Manufacturing Expenses	26,50,284	26,26,199
		1,59,46,465	1,75,88,067
29	<u>EMPLOYEE BENEFITS EXPENSES</u>		
	Salaries, Wages, Bonus etc.	2,44,55,427	3,10,52,579
	Contribution to Provident Fund and other funds	5,73,076	7,62,730
	Employees Welfare Expenses	2,85,376	3,46,421
		2,53,13,879	3,21,61,730
30	<u>FINANCE COSTS</u>		
	Interest Expenses	19,69,707	19,62,168
	Interest on Lease Liabilities	38,35,747	27,12,278
		58,05,454	46,74,446
31	<u>ADMINISTRATIVE & OTHER EXPENSES</u>		
	Bank Charges	19,544	19,078
	Clearing, Forwarding & Freight	7,05,450	5,91,090
	Commission & Brokerage	2,80,400	6,000
	Travelling & Conveyance	10,71,269	10,84,997
	Telephone, Postage & Telegram	77,600	3,06,926
	Sampling, Sales Promotion & Advertisement	1,10,463	70,077
	Insurance	3,35,401	3,66,154
	Legal & Professional Charges	13,46,700	6,61,750
	Rent	4,04,114	9,87,018
	Rates & taxes	1,39,040	1,71,080
	Repairs – Others	1,12,076	2,27,992

General Expenses	16,00,349	14,67,778
Payment to Auditors	2,30,500	2,30,500
Loss / Profit on sale of Property, Plant & Equipment & Capital Work-in-progress(Net)	-	22,563
Securities Transaction Tax	70,211	5,00,085
Changes in FV of Equity Instruments through P&L	-	43,99,906
Loss on sale of FVTPL Investments	-	13,19,941
Allowance for bad & doubtful debts	6,97,119	-
Loss from dealing in Securities Derivatives	71,99,519	-
Foreign Exchange Loss - (Net)	22,288	-
Demerger Expenses Written off	1,98,184	1,98,184
	1,46,20,226	1,26,31,118

32. TAX EXPENSE

(a)Income tax		
Tax on profits for the year	4,95,120	3,80,172
Tax for prior periods	-	-
Recognised in Other Comprehensive Income	3,029	1,097
Total income tax	4,98,149	3,81,269
(b)Deferred tax		
Decrease / (Increase) in deferred tax assets	(9,75,442)	(23,777)
(Decrease) / Increase in deferred tax liabilities	13,48,571	8,13,232
Total deferred tax expense/(benefit)	3,73,128	7,89,455
Total tax expense	8,71,277	11,70,724
(c)Reconciliation of tax expense and the accounting profit multiplied by tax rate :		
Profit before income tax expenses	1,19,03,286	20,14,032
Tax at the rate of 26% (2020 - 26%)	30,94,854	5,23,648
Tax effect of amounts which are not deductible :	96,411	1,82,357
Tax effect of amounts which are not taxable :	(29,41,701)	(10,504)
Difference in tax on capital loss/(gain) on securities	-	2,70,642
Tax effect on Adjustment related to Rental Income :	(76,743)	(1,43,982)

Tax effect of unrealised profit on change in FV of Investment	1,87,950	5,10,689
Tax effect on adjustment due to change in tax rates/unused losses	-	(1,81,780)
Tax effect on actuarial gain/(loss) on defined benefit plan	3,029	1,097
Tax adjustments for prior periods / others	5,07,478	18,556
Total Tax Expenses	8,71,277	11,70,724

33. Earnings per Share : Basic and Diluted

a) Profit after tax	Rs.	1,10,35,037	8,44,404
b) Weighted Average Number of Equity Shares outstanding	Nos.	1,61,37,263	1,61,37,263
c) The Nominal value per Equity Share	Rs.	10	10
d) Earnings per Share – Basic and Diluted	Rs.	0.68	0.05

34. FAIR VALUE MEASUREMENTS**(a) Financial instruments by category**

	As at 31-03-2021		As at 31-03-2020	
	FVPL	Amortised cost	FVPL	Amortised cost
Financial Assets				
Investment				
Equity instrument	59,24,164		58,78,391	
Trade receivables		32,19,37,818		5,84,55,626
Bank Deposits		18,77,748		7,49,080
Cash & Cash Equivalents		1,62,73,228		2,09,54,235
Other Bank balances		3,09,89,378		3,08,35,464
Security Deposits		49,25,646		49,70,417
Other Receivables		6,24,110		9,56,075
Total Financial Assets	59,24,164	37,66,27,929	58,78,391	11,69,20,897
Financial Liabilities				
Borrowings		3,10,78,729		2,65,90,990
Security Deposits		-		1,62,103
Trade payables		28,81,19,545		4,13,72,399
Capital creditors		64,95,154		55,00,173
Lease Liabilities		5,45,93,196		5,84,39,142
Others		625		6,985
Total Financial Liability	-	38,02,87,249	-	13,20,71,792

(b) Financial Assets and Liabilities measured at fair value - recurring fair value measurements

	As at 31-03-2021			As at 31-03-2020		
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
Financial Assets						
Financial instrument at FVTPL	59,24,164	-	-	58,78,391	-	-
Total Financial Assets	59,24,164	-	-	58,78,391	-	-

(c) Fair value hierarchy**(i) Quantitative disclosures of fair value measurement hierarchy for assets and liabilities as at 31-03-2021:**

	Fair value measurement using				Total
	Date of valuation	Quoted price in active market level(1)	Significant observable inputs level(2)	Significant unobservable inputs level(3)	
Financial Assets					
Equity instruments measured at FVTPL	31-03-2021	59,24,164	-	-	59,24,164
Financial Assets at amortised cost					
Trade Receivables	31-03-2021		32,19,37,818		32,19,37,818
Bank Deposits	31-03-2021				

			18,77,748		18,77,748
Cash & Cash Equivalents	31-03-2021		1,62,73,228		1,62,73,228
Other Bank Balances	31-03-2021		3,09,89,378		3,09,89,378
Security Deposits	31-03-2021		49,25,646		49,25,646
Other Receivables	31-03-2021		6,24,110		6,24,110
Financial Liabilities at amortised cost					
Trade payable	31-03-2021		28,81,19,545		28,81,19,545
Creditors for capital expenditure	31-03-2021		64,95,154		64,95,154
Other Financial liabilities					
Borrowings	31-03-2021		3,10,78,729		3,10,78,729
Other interest accrued	31-03-2021		625		625
Lease Liabilities	31-03-2021		5,45,93,196		5,45,93,196
(ii) Quantitative disclosures of fair value measurement hierarchy for assets and liabilities as at 31-03-2020:					
	Fair value measurement using				
	Date of valuation	Quoted price in active market level(1)	Significant observable inputs level(2)	Significant unobservable inputs level(3)	Total
Financial Assets					
Equity instruments measured at FVTPL	31-03-2020	58,78,391	-	-	58,78,391
Financial Assets at amortised cost					
Trade Receivables	31-03-2020		5,84,55,626		5,84,55,626
Bank Deposits	31-03-2020		7,49,080		7,49,080
Cash & Cash Equivalents	31-03-2020		2,09,54,235		2,09,54,235
Other Bank Balances	31-03-2020		3,08,35,464		3,08,35,464
Security Deposits	31-03-2020		49,70,417		49,70,417
Other Receivables	31-03-2020		9,56,075		9,56,075
Financial Liabilities at amortised cost					
Trade payable	31-03-2020				

			4,13,72,399		4,13,72,399
Creditors for capital expenditure	31-03-2020		55,00,173		55,00,173
Other Financial liabilities					
Borrowings	31-03-2020		2,65,90,990		2,65,90,990
Deposits against rental agreement	31-03-2020		1,62,103		1,62,103
Other interest accrued	31-03-2020		6,985		6,985
Lease Liabilities	31-03-2020		5,84,39,142		5,84,39,142

Level 1: Level 1 hierarchy includes Financial Instruments measured using quoted prices. This includes listed equity instruments that have quoted price. The fair value of all equity instruments which are traded in the stock exchanges is valued using the closing price as at the reporting period.

Level 2: The fair value of Financial Instruments that are not traded in an active market is determined using valuation techniques which maximize the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities included in level 3.

35. Financial Risk Management

The Company's activities expose it to market risk (including currency risk, interest rate risk and other price risk), liquidity risk and credit risk. This note explains the sources of risk which the entity is exposed to and how the entity manages the risk :

The Company's risk management is carried out by chief financial officer under policies approved by the Board of Directors. Company's chief financial officer identifies, evaluates and hedges financial risks in close co-operation with the Company's operating units. The board provides principles for overall risk management, as well as policies covering specific areas, such as foreign exchange risk, interest rate risk, credit risk, use of non-derivative financial instruments and investment of excess liquidity. The risk management includes identification, evaluation and identifying the best possible option to reduce such risk. The Board has been monitoring the risks that the Company is exposed to due to outbreak of COVID 19 closely. The Board has taken all necessary actions to mitigate the risks identified on the basis of the information and situation present.

(A) Market risk

(i) Foreign currency risk

Foreign currency risk arises from future commercial transactions and recognized assets or liabilities denominated in a currency that is not the Company's functional currency (INR). This is closely monitored by the Management to decide on the requirement of hedging. The Company does not have any foreign currency exposure as at the end of the year.

(ii) Interest rate risk

The exposure of the Company's borrowing to interest rate changes at the end of the reporting period depends on the mixed of fixed rate and floating rate of the borrowings and the expected movement of market interest rate. The Company has only fixed rate of borrowings and therefore it is not exposed to interest rate risk.

(iii) Price risk

The Company's exposure to equity securities price risk arises from investments held by the Company in listed securities and classified in the balance sheet as at fair value through profit or loss.

	Impact on profit Increase/(Decrease)	
	March 31, 2021	March 31, 2020
Price sensitivity Investment value Increases by 5%	2,96,208	2,93,920
Investment value Decreases by 5%	(2,96,208)	(2,93,920)

(B) Credit risk

Credit risk arises when a counter party defaults on contractual obligations resulting in financial loss to the Company. Trade receivables consist of large number of customers, spread across diverse industries and geographical areas. In order to mitigate the risk of financial loss from defaulters, the Company has an ongoing credit evaluation process in respect of customers who are allowed credit period. In respect of walk-in customers the Company does not allow any credit period and therefore, is not exposed to any credit risk. In general, it is presumed that credit risk has significantly increased since initial recognition if the payments are more than 90 days past due.

(C) Liquidity risk

The Company has sufficient cash and cash equivalent and other liquid current financial assets which can be easily realised in cash or cash equivalent in short time .Therefore there is no significant liquidity risk.

(i) Maturities of Financial Liabilities

The tables below analyse the Company's Financial Liabilities into relevant maturity groupings based on their contractual maturities for all non-derivative Financial Liabilities.

Contractual maturities of Financial Liabilities:

	Not Later than 1 year	Between 1 to 5 year	Later than 5 years	Total
31/03/2021				
Non Derivates				
Borrowings	3,10,78,729	-	-	3,10,78,729
Trade Payable	28,81,19,545	-	-	28,81,19,545
Lease Liabilities	49,24,711	2,34,41,126	2,62,27,359	5,45,93,196
Liability for Capital Expenditure	64,95,154	-	-	64,95,154
Other Financial Liabilities	625	-	-	625
	33,06,18,765	2,34,41,126	2,62,27,359	38,02,87,249
31/03/2020				
Non Derivates				
Borrowings	2,63,26,021	2,64,968	-	2,65,90,990
Trade Payable	4,13,72,399	-	-	4,13,72,399
Security Deposit	1,62,103	-	-	1,62,103
Lease Liabilities	43,34,570	2,46,90,531	2,94,14,041	5,84,39,142
Liability for Capital Expenditure	55,00,173	-	-	55,00,173
Other Financial Liabilities	6,985	-	-	6,985
	7,77,02,251	2,49,55,499	2,94,14,041	13,20,71,792

(D) Risk due to outbreak of COVID 19 pandemic

The outbreak of COVID 19 pandemic globally and in India has severely impacted businesses and economies. There has been disruption to regular business operations due to the measures taken to curb the impact of the pandemic. The Company's plants, warehouses and offices were shut post announcement of nationwide lockdown. Most of the operations have resumed post lifting of lockdown. The Company has considered external and internal information in assessing the impact of COVID 19 on various elements of its financial statements, including recoverability of its assets as at the Balance Sheet date.

36. Capital Management

For the purpose of the Company's capital management, equity includes issued equity capital, Securities Premium and retained earnings attributable to the equity shareholders of the company. The primary objective of the Company's capital management is to maximise the shareholders value. The Company's Capital Management objectives are to maintain equity including all reserves to protect economic viability and to finance any growth opportunities that may be available in future so as to maximize shareholders' value. The Company is monitoring capital using debt equity ratio as its base, which is debt to equity. The company's policy is to keep debt equity ratio at the minimum and infuse capital if and when it is required through issue of new shares and/or better operational results and efficient working capital management.

In order to achieve the aforesaid objectives, the Company has financed capex through internal accruals for new expansion projects in last two to three years. However, modernization, upgradation and continued marginal expansions have been to remain competitive and improve product quality through efficient machinery. There is constant endeavour to avoid debt as much as feasible and practical by improving operational and working capital management.

Debt-to-equity ratio are as follows:

	31-03-2021	31-03-2020
Debt (A)	3,10,78,729	2,65,90,990
Equity (B)	20,63,08,688	19,52,65,029
Debt/Equity (A/B)	0.15	0.14

37. Lease**(i) Amounts recognised in statement of profit or loss**

Rupees

Particulars	2020-21	2019-20
Interest on lease liabilities	38,35,747	27,12,278
Expenses relating to short-term leases	1,74,000	7,84,971
Depreciation on Right of Use Assets	73,92,009	60,67,114
Rental income from operating lease	13,50,566	23,06,068

(ii) Amounts recognised in the statement of cash flows

Rupees

Particulars	2019-20	2019-20
Total cash outflow for payment of lease liabilities	70,28,965	62,42,416
Total cash outflow for payment for Right of Use assets	-	66,42,707

38. Movement in Deferred Tax Liabilities/(Assets)

Particulars	As on 31-03-2019	Effect of adoption of Ind AS to Retained Earnings	Charge/(Credit) to Statement of P&L	Charge/(Credit) to OCI	As on 31-03-2020	Charge/(Credit) to Statement of P&L	Charge/(Credit) to OCI	As on 31-03-2021
			2019-20	2019-20		2020-21	2020-21	
		As on 1st April 2019						
Deferred Tax Liability								
Timing difference on account of depreciation	49,41,836	-	8,15,832	-	57,57,668	9,39,808	-	66,97,476
Financial Assets & liabilities at amortised cost	8,018	-	(2,600)	-	5,418	(5,418)	-	-
Unrealised Gain (ICDS)	-	-	-	-	-	4,14,181	-	4,14,181
	49,49,854	-	8,13,232	-	57,63,086	13,48,571	-	71,11,657
Deferred Tax Assets								
Expenses allowable on payment basis under Tax Laws	1,87,579	-	1,87,579	-	-	1,79,081	-	1,79,081
Unabsorbed Depreciation	1,84,750	-	1,84,750	-	-	6,70,528	-	6,70,528
Changes in FV of Investments	0	-	(6,33,286)	-	6,33,286	(4,91,820)	-	1,41,466
Unused losses	0	-	(4,05,964)	-	4,05,964	86,492	-	4,92,455
Doubtful debts	4,34,406	-	-	-	4,34,406	1,81,251	-	6,15,657
Financial Assets & liabilities at amortised cost	3,46,926	-	(2,47,390)	-	5,94,317	(5,94,317)	-	-
Lease Liabilities	-	5,17,290	(3,70,231)	-	8,87,521	5,53,175	-	14,40,696
Mat credit entitlement	36,43,962	-	12,60,765	-	23,83,197	3,91,052	-	27,74,248
	47,97,624	5,17,290	(23,776)	-	53,38,689	9,75,443	-	63,14,132
Net Deferred Tax Assets/Liabilities	1,52,231	(5,17,290)	7,89,456	-	4,24,397	3,73,128	-	7,97,525

CHANDNI TEXTILES ENGINEERING INDUSTRIES LTD.

39. Additional information in terms of Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006 in respect of amount outstanding to Micro and Small Enterprises based on the information available with the Company are given below :-

	31-3-2021	31-3-2020
i) Principal amount remaining unpaid on	37,017	Nil

ii) Interest due thereon as on	Nil	Nil
iii) Interest paid by the Company in terms of Section 16 of Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during the year.	Nil	Nil
iv) Interest due and payable for the period of delay in making payment (which have been paid but beyond the day during the year) but without adding the interest specified under Micro, Small and Medium Enterprises Development Act, 2006.	Nil	Nil
v) Interest accrued and remaining unpaid as at	Nil	Nil
vi) Further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprises.	Nil	Nil

40. VALUE OF STORES, SPARES & PACKING MATERIALS CONSUMED :

	<u>2020-21</u>		<u>2019-20</u>	
	<u>Rs.</u>	<u>%</u>	<u>Rs.</u>	<u>%</u>
Imported	0	0	0	0
Indigenous	31,47,687	100.00	35,97,633	100.00
	-----	-----	-----	-----
	31,47,687	100.00	35,97,633	100.00
	=====	=====	=====	=====

41. VALUE OF IMPORTS ON CIF BASIS

	<u>2020-21</u>	<u>2019-20</u>
	<u>(Rs.)</u>	<u>(Rs.)</u>
Mould	Nil	7,52,325
Plastic Material	6,63,780	Nil

42. Disclosures as per IND AS-19, "Employee Benefits" are given below :

(i) Short Term Employee Benefits

- I. The Company has provided for bonus amounting to Rs. 7,47,433/- (Previous year Rs. 10,70,621/-) for all its employees under the Payment of Bonus Act, which has been recognized in the Statement of Profit and Loss for the year.
- II. During the year the company has recognized Leave Salary amounting to Rs.3,44,968/- (Previous year Rs.3,92,266/-) in the Statement of Profit and Loss on payment basis.
- III. During the year the company has made contribution to Employees State Insurance Scheme amounting to Rs.1,03,057/- (Previous year Rs.1,35,157/-) which has been recognized in the Statement of Profit and Loss.

(ii) Long Term Employee Benefits

The Company has classified the various Long Term Employee Benefits as under:-

I. Defined Contribution Plans

- a) Contribution to Provident Fund
- b) Contribution to Pension Scheme

During the year, the Company has recognized the following amounts as expenses in the Statement of Profit and Loss –

	2020-21 Rs.	2019-20 Rs.
- Contribution to Provident Fund	1,65,186	2,10,987
- Contribution to Pension Scheme	2,61,115	3,65,340

II. Defined Benefit Plan

The Employees Gratuity Fund Scheme managed by Life Insurance Corporation of India is a defined benefit plan. The present value of obligation is determined based on actuarial valuation using the projected unit credit method which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

Valuation in respect of gratuity have been carried out by an independent actuary as at the Balance Sheet date, based on the following assumptions:-

1.	Assumption	31-03-2021	31-03-2020
	Discount Rate	7 %	7 %
	Salary Escalation	7%	5 %
2.	Changes in the Present Value of Obligation		
	Present value of obligations as at beginning of year.	4,04,679	3,65,490
	Interest cost	28,328	27,411
	Current Service Cost	16,752	15,999
	Benefits Paid	Nil	Nil
	Actuarial (gain)/ loss on obligations	(11,651)	(4,221)
	Present Value of Obligations as at Year end	4,38,108	4,04,679
3.	Changes in the Fair Value of Plan Assets		
	Fair value of plan assets at beginning of year	8,40,945	7,85,548
	Expected return on plan assets	60,128	55,382
	Contributions	NIL	15
	Benefits Paid	NIL	NIL
	Actuarial gain/(loss) on Plan assets	NIL	NIL
	Fair Value of Plan Assets at Year end	9,01,073	8,40,945
4.	Fair value of Plan Assets		
	Fair value of plan assets at beginning of year	8,40,945	7,85,548
	Actual return on plan assets	60,128	55,385
	Contributions	NIL	15
	Benefits Paid	NIL	NIL
	Fair value of plan assets at the end of year	9,01,073	8,40,945
	Funded status	4,62,964	4,36,266
	Excess of Actual over estimated return on plan assets	Nil	Nil
	Actual rate of return = Estimated rate of return as ARD falls on 31st March)		
5.	Actuarial Gain/Loss recognized		
	Actuarial (gain)/ loss on obligations	(11,651)	(4,221)
	Actuarial (gain)/ loss for the year - plan assets	NIL	NIL
	Total (gain)/ loss for the year	(11,651)	(4,221)
	Actuarial (gain)/ loss recognized in the year	(11,651)	(4,221)
6.	Amounts Recognized in the Balance Sheet		
	Present value of obligations as at the end of year	4,38,108	4,04,679
	Fair value of plan assets as at the end of the year	9,01,073	8,40,945
	Funded status	4,62,965	4,36,266
	Net asset/(liability) recognized in balance sheet	4,62,965	4,36,266
7.	Expenses Recognised in the Profit and Loss Account		
	Current Service cost	16,752	15,999
	Interest Cost	28,328	27,411
	Expected return on plan assets	(60,128)	(55,382)
	Net Actuarial (gain)/ loss recognized in the year	(11,651)	(4,221)
	Expenses recognised in statement of Profit and loss Account	(26,699)	(16,193)

43. Segment Reporting

The Company has disclosed and reported Business Segment as the primary segment. Segments have been identified taking into account the nature of the products, the differing risks and returns, the organizational structure and internal reporting system. Accordingly the company has identified Textile Division and Plastics Division as the main business segments as per the IND AS on "Operating Segments" (IND AS-108) issued by The Institute of Chartered Accountants of India.

Segment Revenue, Segment Results, Segment Assets and Segment Liabilities include the respective amounts identifiable to each of the segments as also amounts allocated on a reasonable basis. The income & expenses, which are not directly relatable to the business segment, are shown as unallocated corporate costs net of unallocable income. Similarly Assets and Liabilities that cannot be allocated between segments are shown as unallocated corporate assets and liabilities respectively.

		Year ended	Year ended
		31-03-2021	31-03-2020
1	Segment Revenue		
a.	Textile Division	5,37,09,499	9,20,26,838
b.	Plastic Division	64,15,04,448	3,06,61,313
	Total	69,52,13,947	12,26,88,151
	Less : Inter Segment Revenue	-	-
	Net Sales/Income from Operations	69,52,13,947	12,26,88,151
2	Segment Results		
	Profit/(loss) before tax and Interest		
a.	Textile Division	(26,57,015)	1,76,26,021
b.	Plastic Division	1,22,69,157	(35,54,672)
	Total	96,12,142	1,40,71,349
	Less : (i) Interest	19,69,707	19,62,168
	(ii) Loss from dealings in securities derivatives	71,99,519	-
	(iii) Other un-allocable expenditure net off un-allocable income	(1,14,60,371)	1,00,95,149
	Total Profit Before Tax	1,19,03,287	20,14,032
3	Capital Employed		
	Segment Assets		
a.	Textile Division	7,34,16,175	13,42,65,897
b.	Plastic Division	43,00,12,508	14,42,05,989
c.	Unallocable	8,61,31,494	5,94,66,775
	Total Segment Assets	58,95,60,177	33,79,38,661
	Segment Liabilities		
a.	Textile Division	1,97,90,456	2,07,16,735
b.	Plastic Division	32,58,43,951	8,07,09,608
c.	Unallocable	3,76,17,082	4,12,47,289

	Total Segment Liabilities	38,32,51,489	14,26,73,632
	Total Capital Employed in the Company	20,63,08,687	19,52,65,029

The Company is operating only in India and does not have any revenue from customers located outside India and hence there is no separate reportable Geographical segment.

44. **Disclosure of Related parties & related party transactions**

a) **Others (Enterprises over which, individual having indirect significant influence over the company, has significant influence) and with whom transactions have taken place during the year and/or where balances exist**

i) Chandni Machines Limited

b) **Key Management Personnel:**

i) Mr. Jayesh R. Mehta – Managing Director

ii) Mr. Shailesh P. Sankav – Chief Financial Officer

iii) Mrs. Khushboo Shah – Company Secretary & Compliance Officer (w.e.f.05-09-2020)

c) **Other related parties:**

i) Mrs. Amita J. Mehta – Non- Executive Director

ii) Dr. Bharat Bhatia – Independent Director

iii) Mr. V.G. Joshi – Independent Director

iv) Mr. R.C. Garg – Independent Director

v) Ms. Sharmila H. Amin – Independent Director

vi) Mr. Hitesh R. Mehta – Relative of Managing Director

d) **Transactions during the year and Balance outstanding at the year end with related parties.**

Nature of Transactions	Key-management Personnel		Non- Executive Directors / Relative of KMP		Companies/ Enterprises in which Key Management personnel have significant influence	
	31-03-2021	31-03-2020	31-03-2021	31-03-2020	31-03-2021	31-03-2020
<u>Purchases</u>						
Chandni Machines Ltd.	-	-			-	54,600
<u>Purchase of capital assets</u>						
Chandni Machines Ltd.					1,64,00,000	-
<u>Sale of Services</u>						
Chandni Machines Ltd.					-	50,000
<u>Payment of Lease Liability</u>						
Chandni Machines Ltd.	-	-			5,06,250	5,40,000
<u>Compensation Received</u>						
Chandni Machines Ltd.					7,87,500	8,40,000
<u>Director Remuneration</u>						
Mr. J.R. Mehta	10,80,000	12,00,000				
<u>Salary & Bonus</u>						
Mr. Shailesh Sankav	6,14,250	6,80,000				
Ms. Khushboo Shah	3,03,333	3,00,310				
<u>Commission on Sales</u>						
Mr. Hitesh R. Mehta			2,59,275	-		
<u>Director Sitting Fees</u>						
Mrs. A.J. Mehta			30,000	20,000		
Dr. Bharat Bhatia			50,000	40,000		
Mr. R.C. Garg			50,000	40,000		
Mr. V.G. Joshi			50,000	40,000		
Ms. Sharmila H. Amin			20,000	-		

Outstanding at the year end:-						
i. Trade Payable						
Mr.J.R.Mehta	1,60,727	-				
Chandni Machines Ltd				64,79,165		-
ii. Trade Receivable						
Chandni Machines Ltd.				-		53,342

45. **Impact of Covid-19**

The nationwide lockdown imposed by the Government of India in March 2020, due to the COVID -19 pandemic, was lifted in a phased manner. As the nature of business performed by the Company majorly fell under non-essential category, these restrictions had substantially reduced its operations at various plants for 1 to 3 months. The Company after receiving applicable permissions, partially commenced operations, with necessary safety measures, including dispatch of goods to its customers at all of its manufacturing facilities and scaling up the same gradually, even though temporary disruptions occurred from time to time, including recent surge.. The management has considered internal and external sources of information up to the date of approval of these standalone financial statements and exercised due care, in concluding on significant accounting judgements and estimates, in assessing the recoverability of receivables, inventories, impairment of assets, liquidity, financial position and operations of the Company, while preparing the financial statements as of and for the year ended 31 March 2021.

However, the impact assessment of COVID-19 will be a continuing process given the uncertainties associated with its nature and duration.and the future impact of this pandemic may be different from those estimated as on the date of approval of these standalone financial statements. The Company will continue to closely monitor any material changes to future economic conditions which are subject to uncertainties that COVID-19 pandemic might pose on economic recovery. Based on such review, there is no significant impact on the Company's assets, capital and financial resources, profitability parameters or liquidity positions as at March 31, 2021. The Management does not envisage any impact on the going concern assumption in the foreseeable

46. The previous year's figures are grouped / regrouped or arranged / rearranged wherever necessary to make them in compliance with disclosure requirement of Indian Accounting Standards.

As per our report of even date

For AMBAVAT JAIN & ASSOCIATES LLP.
Chartered accountants
Firm Registration No. 109681W

On Behalf of the Board

Ashish J.Jain
Partner
Membership No.111829

J.R. Mehta
Managing Director

A.J. Mehta
Director

PLACE : MUMBAI
DATE : 29-06-2021

Shailesh Sankav
Chief Financial Officer

Khushboo Shah
Company Secretary