

CEETA

INDUSTRIES LIMITED

(CIN : L15100KA1984PLC021494)

HEAD OFFICE : Saraf House, 4/1 Red Cross Place,
3rd Floor, Kolkata - 700 001, W.B., India.
Tel.: 91-33-2262 8062 / 8063, Fax : 91-33-2262 8046
E-mail : kolkata@ceeta.com, Website : www.ceeta.com

Ref.: CIL/ KOL/063

Date: 12.08.2022

To,
BSE Ltd
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai - 400 001

Dear Sirs,

Sub: Regulation 34(1) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

Ref : SCRIP Code 514171.

In terms of Regulation 34(1) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find attached herewith the Annual Report for the financial year 2021-2022. The Annual Report is also available on Company's website at www.ceeta.com

This is for your information and records please.

Thanking you,

Yours Faithfully
For Ceeta Industries Ltd

Smally Agarwal

Smally Agarwal
Company Secretary

Enclosed: As stated



Regd. Office :
Plot No. 34-38, KIADB Industrial Area, Sathyamangala, Tumkur-572104, Karnataka, India, Tel.: 91-816-2212686/2687, Fax: 91-816-2211352/1204, E-mail : accounts@ceeta.com
Bangalore Office : No. 34, 2nd Floor, Gold Coin Building 1, Meanee Avenue Road, Ulsoor, Bangalore - 560042, India. Ph.: 080-48511585/586, E-mail : ceeta.blr@gmail.com

An ISO 9001:2000
Certificate Company



38th
ANNUAL REPORT
2021-2022

Corporate Information

| | |
|---------------------------------------|---|
| Managing Director | Mr. Krishna Murari Poddar |
| Non- Executive Directors | Mrs. Uma Poddar Mr. Gautam Modi |
| Independent Directors | Mr. Arabinda De Mr. Bal Krishna Bhalotia Mr. Arvind Kejariwal Mr. Avinash Kumar Khaitan |
| Chief Financial Officer | Mr. Anubhav Poddar |
| Company Secretary | Ms. Smally Agarwal |
| Auditors | Ruwatia & Associates, Chartered Accountants |
| Bankers | HDFC Bank Limited Punjab and Sind Bank Bank of Baroda DCB Bank Limited Canara Bank Axis Bank Limited Punjab National Bank |
| Works | 1) Plot No. 34-38, KIADB Industrial Area Sathyamangala, Tumkur- 572104, Karnataka 2) No.-34, 2nd Floor, Gold Coin Building-1, Meanee Avenue Road, Ulsoor, Bangalore- 560042, Karnataka 3) Saraf House, 4/1 Red Cross Place, 3rd Floor Kolkata- 700001, West Bengal |
| Registered Office | Plot No. 34-38, KIADB Industrial Area Sathyamangala, Tumkur- 572104, Karnataka E-mail: accounts@ceeta.com , Website: www.ceeta.com Ph.-91-816-2970 239, Fax- 080-48522585 |
| Head Office | Saraf House, 4/1 Red Cross Place, 3rd Floor Kolkata- 700001, West Bengal E-mail: kolkata@ceeta.com , Website: www.ceeta.com Ph.: 91-33-2262 8062/ 8063, Fax: 91-33-2262 8046 |
| Registrar & Transfer Agent | Niche Technologies Private Limited 3A Auckland Place, 7th floor, Room No.7A & 7B, Kolkata-700017 Ph.: 91-33-2280-6616 Email.: nichetechpl@nichetechpl.com |

CEETA INDUSTRIES LIMITED (CIN: L15100KA1984PLC021494)

Registered Office: Plot No. 34-38, KIADB Industrial Area, Sathyamangala, Tumkur-572104, Phone: 91-816-2970239

Head Office: Saraf House, 4/1 Red Cross Place, 3rd Floor, Kolkata – 700001.

Email: kolkata@ceeta.com; **Website:** www.ceeta.com; **Phone:** 91-33-2262 8062/ 8063, **Fax:** 91-33-2262 8046

NOTICE

NOTICE is hereby given that the **38th Annual General Meeting** of the Company will be held on Thursday, 8th September, 2022 at 1.00 P.M. through Video Conference/Other Audio Visual Means (OAVM) to transact the following business:-

ORDINARY BUSINESS

- 1) To consider and adopt the Audited Financial Statements for the Financial Year ended on 31st March, 2022 and the Reports of the Board of Directors and Auditors thereon.
- 2) To appoint a Director in place of Mrs. Uma Poddar (DIN 07140013), who retires by rotation and being eligible, offers herself for re-appointment.

Date: 30th May, 2022

Place: Kolkata

By Order of the Board

Sd/-

Smally Agarwal

Company Secretary

NOTES:

- 1) The 38th Annual General Meeting (AGM) of the Company is being conducted through video conferencing (VC) in compliance with General Circular No. 02/2022 dated May 05, 2022 and General Circular 21/2021 dated December 12, 2021 read with General Circular Nos. 14/2020, 17/2020, 20/2020, No. 02/2021 and No. 19/2021 issued by Ministry of Corporate Affairs (collectively referred to as "MCA Circulars"), and Circular dated May 13, 2022 read with Circular dated January 15, 2021 and May 12, 2020 issued by the Securities and Exchange Board of India (collectively referred to as "SEBI Circulars"), which details the procedure and manner of holding AGM through VC and provide certain relaxations from compliance with Listing obligations in view of COVID 19 pandemic.
- 2) The proceedings of the AGM shall be deemed to be conducted at the Registered Office of the Company situated at Plot No. 34-38, KIADB Industrial Area, Sathyamangala, Tumkur-572104 which shall be the deemed Venue of the AGM. Since the AGM will be held through VC, the Route Map is not annexed to this Notice and Members can attend and participate in the ensuing AGM through VC/OAVM.
- 3) A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote on a poll instead of himself/herself and the proxy so appointed need not be a member of the Company. Since this AGM is being held through VC, physical attendance of members has been dispensed with. 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 and hence the Proxy Form and Attendance Slip are not annexed to this Notice. 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.
- 4) The details of the Director seeking appointment/re-appointment at the 38th AGM annexed to this Notice. The Company has received the requisite consents/declarations for the appointment/ re-appointment under the Companies Act, 2013 and the rules made thereunder.
- 5) 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 Nos. 14/2020, 17/2020 and 20/2020, 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 as well as the e-voting system on the date of the AGM will be provided by CDSL.

- 6) In line with applicable circulars, Notice of the AGM along with the Annual Report 2021-22 is being sent only through electronic mode to those Members whose email addresses are registered with the Company/Depositories/RTA. The Notice of AGM and Annual Report 2021-22 are available on the Company's website viz www.ceeta.com. The Notice can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited at www.bseindia.com. 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) i.e. www.evotingindia.com.
- 7) The notice of Annual General Meeting will be sent to the members, whose names appear in the register of members / beneficial owners as at closing hours of business, on 22nd July, 2022. Notice of AGM along with the process, instructions and the manner of conducting e-voting is being sent electronically to all the members whose e-mail IDs are registered with the Company / Depository Participant(s).
- 8) Investors who became members of the Company subsequent to the email of the notice and holds the shares as on the cut-off date i.e 1st September, 2022 are requested to send the written / email communication to the Company at kolkata@ceeta.com by mentioning their Folio No. / DP ID and Client ID to obtain the Login-ID and Password for e-voting.
- 9) SEBI vide circular dated 3rd November, 2021 and 14th December, 2021, has mandated furnishing of PAN, KYC details and nomination by holders of physical securities by 31st March, 2023, and linking PAN with Aadhaar by 31st March, 2022. The company has sent intimation along with requisite forms as stipulated in the said circulars to the shareholders holding shares in physical mode requesting them to update/submit their PAN, KYC details and Nomination details within the stipulated timeline mentioned in the circular. The requisite forms are available at www.ceeta.com and www.nichetechpl.com. Pursuant to aforesaid SEBI Circular, in case a holder of physical securities fails to furnish these details or link their PAN with Aadhaar before the due date, our registrars are obligated to freeze such folios. The securities in the frozen folios shall be eligible to receive payments (including dividend) and lodge grievances only after furnishing the complete documents. In case the securities continue to remain frozen as on 31st December, 2025, the registrar/ the Company shall refer such securities to the administering authority under the Benami Transactions (Prohibitions) Act, 1988, and/ or Prevention of Money Laundering Act, 2002.
- 10) Members may please note that SEBI vide its Circular No. SEBI / HO / MIRSD / MIRSD _ RTAMB/ P/CIR/2022/8 dated January 25, 2022 has mandated the Listed Companies to issue securities in demat form only while processing service requests viz. issue of duplicate securities certificate; claim from Unclaimed Suspense Account; Exchange of share certificate; Endorsement; Sub-division/ Splitting of securities certificate; Consolidation of securities certificates/ folios; transmission and transposition. Accordingly, Shareholders are requested to make service requests by submitting a duly filled and signed Form ISR – 4. The requisite forms are available at www.ceeta.com and www.nichetechpl.com. Members holding equity shares of the Company in physical form are requested to kindly get their equity shares converted into demat/electronic form to get inherent benefits of dematerialisation and also considering that physical transfer of equity shares/issuance of equity shares in physical form have been disallowed by SEBI.
- 11) Members are requested to notify immediately change of address, if any, to the registrar and transfer agent of the company and provide their e-mail ID.
- 12) The Register of Members and Share Transfer Books of the Company shall remain closed from 2nd September, 2022 to 8th September, 2022 (both days inclusive).
- 13) The Members can join the AGM in the VC/OAVM mode 15 minutes before and after 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 atleast 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.

- 14) Institutional Members / Bodies Corporate (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution / Authority letter etc. together with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote through e-mail at droliapravin@yahoo.co.in with a copy marked to helpdesk.evoting@cdslindia.com on or before 7th September, 2022 upto 5 p.m. without which the vote shall not be treated as valid.
- 15) The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of ascertaining the quorum under Section 103 of the Companies Act, 2013.
- 16) Sri Pravin Kumar Drolia (Prop. Of M/s. DROLIA & COMPANY) of Kolkata, Practicing Company Secretaries (C.P. No. 1362) has been appointed as the Scrutinizer to scrutinize the remote e-voting process and voting at the AGM in a fair and transparent manner. The Scrutinizer will submit, not later than 48 hours of conclusion of the AGM, a consolidated Scrutinizer's Report of the total votes cast in favour or against, if any, to the Chairman or a person authorized by him, who shall countersign the same and declare the result of the voting forthwith.
- 17) The results declared along with the Scrutinizer's Report shall be placed on the Company's website at www.ceeta.com and website of CDSL and same will be communicated to the stock exchanges where the company shares are listed viz. BSE Ltd.

THE INTRUCTIONS OF SHAREHOLDERS FOR E-VOTING AND JOINING VIRTUAL MEETINGS ARE AS UNDER:

- (i) The voting period begins on 5th September, 2022 at 10.00 A.M. and ends on 7th September, 2022 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 1st September, 2022 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 meeting venue.
- (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.

Step 1: Access through Depositories CDSL/NSDL e-Voting system in case of individual shareholders holding shares in demat mode.

Step 2: Access through CDSL e-Voting system in case of shareholders holding shares in physical mode and non-individual shareholders in demat mode

STEP 1

ACCESS THROUGH DEPOSITORIES CDSL/NSDL E-VOTING SYSTEM IN CASE OF INDIVIDUAL SHAREHOLDERS HOLDING SHARES IN DEMAT MODE.

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.

LOGIN METHOD FOR E-VOTING AND JOINING VIRTUAL MEETINGS FOR INDIVIDUAL SHAREHOLDERS HOLDING SECURITIES IN DEMAT MODE CDSL/NSDL IS GIVEN BELOW:

| Type of shareholders | Login Method |
|--|---|
| Individual Shareholders holding securities in Demat mode with CDSL Depository | <p>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.</p> <p>After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting 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.</p> <p>If the user is not registered for Easi/Easiest, option to register is available at https:// web.cdslindia.com /myeasi/ Registration/ EasiRegistration 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 or click on https://evoting.cdslindia.com/Evoting/EvotingLogin 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 evoting 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 Depository | <p>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.</p> <p>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.</p> <p>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</p> |

| | |
|--|--|
| | 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. |
| Individual Shareholders (holding securities in demat mode) login through their Depository Participants (DP) | 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. |

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 |

STEP 2

ACCESS THROUGH CDSL E-VOTING SYSTEM IN CASE OF SHAREHOLDERS HOLDING SHARES IN PHYSICAL MODE AND NON-INDIVIDUAL SHAREHOLDERS IN DEMAT MODE.

LOGIN METHOD FOR E-VOTING AND JOINING VIRTUAL MEETINGS FOR PHYSICAL SHAREHOLDERS AND SHAREHOLDERS OTHER THAN INDIVIDUAL HOLDING IN DEMAT FORM.

- 1) The shareholders should log on to the e-voting website www.evotingindia.com.
- 2) Click on "Shareholders" module.
- 3) Now enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
- 4) Next enter the Image Verification as displayed and Click on Login.
- 5) 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.
- 6) If you are a first-time user follow the steps given below:

| | For Physical shareholders and other than individual shareholders holding shares in Demat. |
|---------------|--|
| 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 | Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as |

| | |
|--------------------------------------|---|
| Details OR Date of Birth (DOB) | 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. |
|--------------------------------------|---|

- 7) After entering these details appropriately, click on "SUBMIT" tab.
- 8) 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.
- 9) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- 10) Click on the EVSN for the <Ceeta Industries Limited> on which you choose to vote.
- 11) 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.
- 12) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- 13) 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.
- 14) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- 15) You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.
- 16) 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.
- 17) There is also an optional provision to upload Board Resolution and Power of Attorney (POA) if any uploaded, which will be made available to scrutinizer for verification.
- 18) **Additional Facility for Non – Individual Shareholders and Custodians –For Remote Voting only.**
 - 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 will be mapped automatically & can be delink in case of any wrong mapping
 - It is Mandatory that, 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 droliapravin@yahoo.co.in, 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 THROUGH VC/OAVM & E-VOTING DURING MEETING ARE AS UNDER:

- 1) The procedure for attending meeting & e-Voting on the day of the AGM is same as the instructions mentioned above for 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 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.
- 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 atleast 7 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at kolkata@ceeta.com. 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 kolkata@ceeta.com. 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) The voting rights of shareholders shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date 1st September, 2022. A person who is not a member as on cut-off date should treat this notice for information purpose only.
- 10) The shareholders shall have one vote per equity share held by them as on the cut-off date 1st September, 2022. The facility of e-voting would be provided once for every folio / client id, irrespective of the number of joint holders.
- 11) Only those shareholders, who are present in the AGM 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 AGM.
- 12) If any Votes are cast by the shareholders through the e-voting available during the 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 toll free no. 1800 22 55 33.

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 toll free no. 1800 22 55 33.

Date: 30th May, 2022
Place: Kolkata

By Order of the Board
Sd/-
Smally Agarwal

ANNEXURE

Details of Directors seeking appointment/re-appointment at the Annual General Meeting (Pursuant to regulation 36(3) of the Listing Regulations)

| | |
|---|--|
| Name of the Director | Mrs Uma Poddar |
| DIN | 07140013 |
| Designation/Category of Director | Non-Executive Director (Non-Independent) |
| Date of Birth (Age) | 08-09-1952 (69yrs) |
| Nationality | Indian |
| Qualifications | B.Com |
| Experience and Expertise in specific functional area | She has a wide experience in the field of administrative and management. |
| Date of first appointment on the Board | 30-03-2015 |
| Directorships held in other Companies in India | Nil |
| Chairmanship / Membership of Committees held in other Companies in India | Nil |
| Relationship with other Directors and KMP, if any | <ul style="list-style-type: none"> • Spouse of Mr Krishna Murari Poddar, Managing Director, and • Mother of Mr Anubhav Poddar, CFO |
| Details of Remuneration sought to be paid | No Remuneration will be paid. She will be only entitled for sitting fees. |
| No. of Shares held in the Company (% to total capital) | She does not hold any shares of the company |
| Terms and conditions of Appointment /Re-appointment | Re-appointment in terms of Section 152(6) of the Companies Act, 2013 |
| Information as required pursuant to BSE Circular with ref. no. LIST/ COMP/ 14/ 2018-19 and the National Stock Exchange of India Ltd with ref. no. NSE/ CML/ 2018/ 24, dated 20th June, 2018 | She is not debarred from holding the office of director by virtue of any SEBI order or any other such authority |

CEETA INDUSTRIES LIMITED

DIRECTORS' REPORT

Dear Members,

Your Directors take pleasure in presenting the **38th** Annual Report covering the highlights of the finance, business, and operations of your Company. The report also includes the Audited Financial Statements of the Company prepared in compliance with Ind AS accounting standards, for the financial year ended March 31, 2022.

HIGHLIGHTS OF FINANCIAL PERFORMANCE

The financial performance of the Company for the year ended March 31, 2022, is summarised below:

| Particulars | (₹ in Thousands) | |
|---------------------------------------|------------------|----------------|
| | 2021-22 | 2020-21 |
| Total Income | 33245.79 | 36155.51 |
| Profit before Interest & Depreciation | 7704.77 | 7164.56 |
| Interest | 267.74 | 791.47 |
| Depreciation | 1288.87 | 1025.16 |
| Profit before taxation | 6148.16 | 5347.93 |
| Provision for Tax | 1349.29 | 674.62 |
| Profit after tax | <u>4798.87</u> | <u>4673.31</u> |

REVIEW OF OPERATIONS:

The company is principally engaged in the distillation of the essential oils (specifically Lemongrass oil and Cypriol oil) and trading in granite products; it also deploys short term funds depending upon the availability such funds in surplus from time to time and earns reasonable revenue (interest etc) . During the year under review i.e. 2021-22, its total income was ₹332.46 lakhs as compared to ₹ 361.56 lakhs in the previous year, the decline in sales value was due to lower volume. The Company's profitability however showed an increase mainly due to economizing measures for reduction of operating and administrative expenses. The Company achieved profit after tax (PAT) of ₹ 47.99 lakhs (14.43% of total income) in 2021-22 against a PAT of ₹ 46.73 lakhs (12.93% of total income) in 2020-21.

There is no material change affecting the financial position of the Company since the end of the financial year 2021-22 and the date of this report.

FUTURE PROSPECT

The Company in its search for a diversification has identified a project in food processing industry, a sunrise industry in Indian economy. The Company's project for the processing of snack product is in advanced stage of implementation and is expected to bring positive results in 2022-23.

DIVIDEND & TRANSFER TO RESERVES

In view of the ongoing project and to conserve resources to reduce the impact of debt no dividend is recommended for the Financial Year. During the financial year, the Company did not transfer any amount to Reserve.

DIRECTORS & KEY MANAGERIAL PERSONNEL

Mrs Uma Poddar (DIN 07140013), Director of the Company, retires by rotation at the ensuing Annual General Meeting and being eligible, offers herself for re-appointment as Director, as per the provisions of the Companies Act, 2013. She does not hold any shares of the Company.

During the year under review, there was a change in designation of Mr. Krishna Murari Poddar (DIN 00028012) from Managing Director to Non-Executive Director w.e.f. 01st June, 2021 as his tenure as Managing Director expired on 31st May, 2021. As per the provisions of

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Companies Act 2013, his appointment as Managing Director required the approval of members by way of special resolution. Henceforth, the Board of Directors after considering the recommendation of the Nomination & Remuneration Committee recommended his appointment as Managing Director of the company to the members.

The shareholders of the Company at the 37th Annual General Meeting held on 08th September, 2021 approved the appointment and re-designation of Mr. Krishna Murari Poddar (DIN 00028012) as Managing Director of the Company for a term of five years commencing from 08th September, 2021 till 07th September, 2026, not liable to retire by rotation, on such terms and conditions, mutually agreed whether express or implied.

The Board of Directors at its meeting held on 12th November 2021, took note of resignation of Mr Om Prakash Kedia (DIN 03596892), Non-Executive Independent Director w.e.f 30th September, 2021.

In the opinion of the Board, all the directors, as well as the directors proposed to be appointed / re-appointed, possess the requisite integrity, experience and expertise as required. All the directors have submitted declarations that they are not disqualified for being appointed as directors in terms of Section 164 of the Companies Act, 2013 and Rule 14(1) of Companies (Appointment and Qualification of Directors) and MBP-1 Notice of interest by director in terms of Section 184(1) and Rule 9(1)] of The Companies Act, 2013. All the independent directors have submitted declarations that each of them meet the criteria of independence as per the prescribed Act and Rules and their names are registered in the databank of Independent Directors as being maintained by the Indian Institute of Corporate Affairs (IICA) in terms of Rule 6 of the Companies (Appointment and Qualification of Directors) Rules, 2014. There has been no change in the circumstances affecting their status as independent directors of the Company. Mr Arabinda De (DIN 00028093), Non-Executive Independent Director is exempt from the requirement of passing the proficiency test and Mr Avinash Kumar Khaitan (DIN 06936383), Non-Executive Independent Director, has passed the proficiency test. Remaining all other independent directors are required to pass the proficiency test within the permissible time limit.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirement under Section 134 (5) of the Companies Act, 2013, with respect to Directors Responsibility Statement, it is hereby confirmed that :

- (i) In the preparation of the annual accounts for the year ended 31st March, 2022, the applicable accounting standards read with requirements set out under Schedule III of the Act have been followed and there are no material departures from the same;
- (ii) The selected accounting policies were applied consistently and the judgments and estimates are reasonable and prudent so as to give a true and fair view of the state of affairs of the company as at 31st March, 2022 and of the profit of the company for the year ended on that date;
- (iii) proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (iv) annual accounts has been on a going concern basis; and
- (v) internal financial controls have been laid down to be followed by the company and that such internal financial controls are adequate and are operating effectively.
- (vi) proper systems has been devised to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

NUMBER OF MEETINGS OF BOARD OF DIRECTORS

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The Board of Directors of the Company met eight times during the year under review. The dates of the Board Meetings are 01.06.2021,23.06.2021,30.06.2021,20.07.2021, 13.08.2021, 13.09.2021, 12.11.2021 and 14.02.2022.

CORPORATE GOVERNANCE

Pursuant to Regulation 15(2) of the SEBI (LODR) Regulations, 2015, the provisions of Regulation 17 to 27 and clauses (b) to (i) of Regulation 46(2) and Para C, D and E of Schedule V, are not applicable to the Company, as the paid - up equity share capital of the Company is Rs 1.45 crore and net worth is Rs 12.46 crores as on 31st March, 2022 which is below the prescribed limit (i.e. paid up equity share capital not exceeding rupees ten crore and net worth not exceeding rupees twenty five crore, as on the last day of the previous financial year).

The Company believes in and has practiced good Corporate Governance. Our corporate governance philosophy is based on the principles of equity, fairness, spirit of law, higher standards of transparency, accountability and reliability in respect of all its transactions. The Company believes that sound corporate governance is necessary to retain stakeholders' trust and ensures efficient working and proper conduct of the business of the Company with integrity. The guidelines for its development is a continuous process, which often undergoes changes to suit the changing times and needs of the business, society and the nation.

CONSTITUTION OF VARIOUS COMMITTEES AS PER COMPANIES ACT, 2013

The company has constituted sub-committees of the board as per the provisions of Companies Act, 2013 with proper composition of its members.

(a) The composition of the Audit Committee is as under:-

1. Mr. Arabinda De - Chairman
2. Mr Avinash Kumar Khaitan - Member
3. Mr Om Prakash Kedia - Member (upto 13.09.2021)
4. Mr. Gautam Modi - Member (w.e.f 13.09.2021)

The terms of reference, inter alia, includes, recommendation for appointment, remuneration and terms of appointment of auditors of the company, reviewing and monitoring the auditor's independence, performance and effectiveness of audit process, examination of the financial statement and the auditors' report thereon, approval or any subsequent modification of transactions of the company with related parties, scrutiny of inter-corporate loans and investments, valuation of undertakings or assets of the company, wherever it is necessary, evaluation of internal financial controls and risk management systems and monitoring the end use of funds raised through public offers and related matters.

(b) The composition of the Nomination & Remuneration Committee is as under:-

1. Mr Avinash Kumar Khaitan - Chairman
2. Mr. Arabinda De - Member
3. Mr Om Prakash Kedia - Member (upto 13.09.2021)
4. Mr. Gautam Modi - Member (w.e.f 13.09.2021)

The terms of reference, inter alia, includes formulating criteria for determining qualification, positive attributes and independence of directors, carrying out evaluation of Independent Directors and the Board, recommending to Board policy relating to remuneration of Directors, Key Managerial Personnel (KMP) and other employees, carrying out other function as is mandated by the Board from time to time and to perform such other functions which is necessary or appropriate for the performance of duties.

The abridged policy framed by Nomination & Remuneration Committee is as follows-

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The company considers its human resources as its invaluable asset and harmonizes the aspirations of the same which are consistent with the goals of the company. The level and composition of Directors, KMP and Senior Management will be of the nature required to run the company smoothly and adequate to improve productivity and attract, retain and motivate them. The committee shall determine and recommend their appointment, term of service, qualifications and cessation as per statutory requirement and ethical standards of probity, rectitude, qualification, competence and experience of concerned persons subject to Board's approval.

The relationship of remuneration to performance is clear and meets appropriate performance benchmarks. The remuneration involves a balance between fixed and incentive pay reflecting short and long-term performance to achieve the Company's target. Members will elect the Chairman of the Committee.

Non-Executive Directors may be remunerated in the form of sitting fees for attending the Board Meeting as fixed by the Board occasionally. While deciding remuneration of Managing Director and Executive Directors the committee considers pay and comprehensive factors of industry and concerned person so as to remunerate them fairly and reasonably along with some perquisites, allowances and the likes as per the rules of the company, subject to statutory requirements.

A member is not qualified to be present when his remuneration or performance is discussed or evaluated respectively. Matters shall be decided by majority of votes of Members present and voting and such decision shall for all purposes be deemed decision of the Committee. In case of equality of votes, the Chairman of the meeting will have a casting vote.

The remuneration of the other employees is fixed occasionally as per the guiding principle outlined above and considering industry standard and cost of hiring. In addition to basic salary they are also provided other benefits as per scheme of the company and statutory requirements where applicable. The detailed policy can be viewed at Company's website at <http://ceeta.com/wp-content/uploads/2022/05/506374-nomination-and-remunerationpolicy.pdf>

(c) The composition of the Stakeholder Relationship Committee is as under:-

1. Mr. Arabinda De - Chairman
2. Mr Avinash Kumar Khaitan - Member
3. Mr Om Prakash Kedia - Member (*upto 13.09.2021*)
4. Mr. Gautam Modi - Member (*w.e.f 13.09.2021*)

The Board has delegated the power of looking into the matters of the stakeholders/investors to Ms. Smally Agarwal, Company Secretary and Compliance Officer of the Company in consultation with the Registrar to Issue & Share Transfer Agent of the Company M/s. Niche Technologies Pvt. Ltd.

FAMILIARIZATION PROGRAMME OF INDEPENDENT DIRECTORS:

Each newly appointed Independent Director is taken through a formal introduction on the Company's manufacturing, marketing, finance and other important aspects. The introduction for Independent Directors include interactive sessions with Business and Functional Heads, etc.

DISCLOSURE PERTAINING TO SEXUAL HARRASMENT OF WOMEN AT WORKPLACE:

Your Company has always believed in providing a safe and harassment free workplace for every individual working in premises. The Company always endeavors to create and provide an environment that is free from discrimination and harassment including sexual harassment. The Company has complied with provisions relating to the constitution of

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Internal Complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. The company has in place a policy, which mandates no tolerance towards sexual harassment at the workplace. In addition, there were no complaints reported under the Prevention of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 for the FY 2021-2022.

BOARD EVALUATION

The Board, Board committees and individual directors' evaluation was carried out based on various factors as composition of Board and its Committees, its functioning, performance of specific duties and obligations. The directors were evaluated on the parameters such as level of engagement and contribution, independence of judgment, safeguarding the interest of the Company and its shareholders, etc. The performance evaluation of the Independent Directors was done by the entire Board of Directors (excluding the director being evaluated). The performance evaluation of the Non-Independent Directors was carried out at separate meeting of Independent Directors. The Board of Directors expressed their satisfaction with the evaluation.

PARTICULARS OF REMUNERATION OF DIRECTORS/KMP/EMPLOYEES

The Company considers several factors while recommending for increase/decrease in remuneration of the employee and management personnel such as companies policies, contribution made by the employee, financial performance of the Company, comparison with peer companies, industry benchmarking and regulatory guidelines as applicable to Managerial Personnel. Disclosure pertaining to Remuneration and other details as required under Section 197 (12) of the Act read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (the Rules) is annexed and marked as **Annexure A** to this Report. There was no employees drawing remuneration of or in excess of the amount prescribed under the Companies Act, 2013. The information pursuant to Rules 5(2) and 5(3) of the Rules not annexed to this Report, is readily available for inspection by the members at the Company's Registered Office between 10.30 A.M. to 1 P.M. on all working days upto the date of ensuing AGM. Should any member be interested in obtaining a copy including through email (kolkata@ceeta.com), may write to the Company.

VIGIL MECHANISM/WHISTLE BLOWER POLICY

The Company has established vigil mechanism policy to report genuine concerns and grievances. It has been posted at Company's website- <http://ceeta.com/wp-content/uploads/2022/05/958496-vigil-mechanism-policy.pdf>

PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

During the year under review, all the related party transactions entered by your Company with related parties were on arm's length price and in the ordinary course of business and that the provisions of the Section 188 of the Companies Act, 2013 is not attracted. Further, there are no materially significant related party transactions during the year under review made by the Company with Promoters, Directors, Key Managerial Personnel or other designated persons which may have a potential conflict with the interest of the Company at large. Thus, disclosure in Form AOC-2 is not required. Further, all transactions with related parties are given in the notes forming part of the financial statements.

PARTICULARS OF LOANS, ADVANCES & INVESTMENTS

Pursuant to Section 186 of the Companies Act, 2013 and Schedule V of the Listing Regulations, disclosure on particulars relating to Loans, Advances, Guarantees and Investments are provided as part of the financial statements. The Company has been informed that the said loans are proposed to be utilised by each recipient for its general

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business/corporate purposes.

PARTICULARS OF CHARGE

Pursuant to sections 77(1) and 78 of the Companies Act 2013 and sub-rule (1) of 6 of the Companies (Registration of Charges) Rules, 2014, the company has created charge on immovable properties, movable properties and on book debts of the company on 28th January 2022 with Canara Bank, SME Kumbalagodu Branch, Bengaluru, Karnataka against Term Loan of Rs. 9.25 crore and Working Capital loan of Rs.3.00 crore for setting up the manufacturing unit of food products at its existing factory located at Tumkur. However, loan has not been disbursed as on 31st March, 2022. The Company has received a corporate guarantee from one of its group company for the said loan.

RISK MANAGEMENT, RISKS AND CONCERNS

A Risk Management Policy to identify and assess the key risk areas (internal and external), monitor mitigation measures has been adopted. Based on a review, major elements of risks have been identified and are being monitored for effective and timely mitigation. Risk management is an integral part of the Company's risk management policy with periodic review by the Board. The Board has overall responsibility of monitoring and mitigating the risks through regular review of its overall operations.

INTERNAL FINANCIAL CONTROL

Your Company has deployed adequate internal financial controls are in place to manage the business affairs of the Company. Proper procedures are adopted ensuring the orderly and efficient conduct of business, including safeguarding of its assets, prevention and detection of errors and frauds, accuracy and completeness of the accounting records and timely preparation of reliable financial information and the same is reviewed at regular intervals depending upon situation of business of Company.

SECRETARIAL STANDARDS

During the year under review, your Company has duly complied with the applicable Secretarial Standards issued by the Institute of Company Secretaries of India.

DEPOSITS

During the year under review, the company did not accept any deposits from the public under Companies Act, 2013 read with rules.

Note : During the year under review, the Company has also repaid the loan which was obtained from the directors out of their owned funds in the previous financial years. The said loan was repayable on demand. Details of such loans borrowed and repaid are mentioned in the notes forming part of the financial statements.

AUDITORS & AUDITORS' REPORT:

Pursuant to Section 139 of the Companies Act, 2013, M/s. Ruwatia & Associates, Chartered Accountants (ICAI Firm Registration No. 324276E) was appointed as the Statutory Auditors of the Company for a term of 5 consecutive years commencing from the conclusion of 34th AGM of the Company.

Report of the Auditors, including reference made therein, to the notes forming part of the financial statements are self-explanatory and does not require to be elucidated further.

SECRETARIAL AUDIT REPORT

Pursuant to the provisions of Section 204 of the Companies Act, 2013, the Company has appointed M/s. Drolia & Co., a Company Secretary in practice as Secretarial Auditor of the Company. The Secretarial Audit Report is annexed to this annual report. Report of the Secretarial Auditor including reference made therein is self-explanatory and does not

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require to be elucidated further.

ANNUAL RETURN

The Annual Return of the Company as on March 31, 2022 is available on the Company's website and can be accessed at <https://ceeta.com/wp-content/uploads/2022/07/Annual-Return-2021-2022.pdf>

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:

A statement pursuant to Section 134(3)(m) of the Act read with Rule 8 of the Companies (Accounts) Rules, 2014 on conservation of energy, technology absorption, foreign exchange earnings and outgo is annexed to and marked as **Annexure B** to this Report.

MANAGEMENT DISCUSSION & ANALYSIS REPORT

In accordance with Regulation 34 and Schedule V of SEBI (LODR) Regulations, 2015, a statement on management discussion and analysis is forming part of this annual report.

REGISTRAR AND TRANSFER AGENTS

The Company continued appointment of M/s. Niche Technologies Pvt. Ltd. of 3A Auckland Place, 7th Floor, Room No. 7A & 7B, Kolkata 700 017, Ph No – 033 2280 6616, e-mail- nichetechpl@nichetechpl.com, as the Registrar and Share Transfer Agents of the Company

LISTING ON STOCK EXCHANGES & STOCK CODE

The Company's Shares are traded at BSE Ltd. Scrip Code– 514171. The annual listing fee has been paid to the Stock Exchange.

DEMATERIALIZED OF SHARES

The Equity Shares of the Company are registered with National Securities Depository Ltd. (NSDL) and Central Depository Services (India) Ltd. (CDSL) for having the facility of Dematerialization of shares and its ISIN NO. is – INE760J01012.

ISSUANCE OF SECURITIES IN DEMATERIALIZED FORM:

As per SEBI Circular SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2022/8 dated 25th January, 2022, all investor service requests such as issue of duplicate securities certificate, renewal / exchange of securities certificate, endorsement, sub-division / splitting of securities certificate, consolidation of securities certificates/folios, transmission and transposition shall be processed only in dematerialised form. The requisite forms are available at www.ceeta.com and www.nichetechpl.com.

UPDATING KYC DETAILS

Efforts are underway to update Permanent Account Number (PAN) and bank account details of shareholder(s) as required by SEBI. The regulator, vide circular dated 3rd November, 2021 and 14th December, 2021, has mandated furnishing of PAN, KYC details and nomination by holders of physical securities by 31st March, 2023, and linking PAN with Aadhaar by 31st March, 2022. The company has sent intimation along with requisite forms as stipulated in the said circulars to the shareholders holding shares in physical mode requesting them to update/submit their PAN, KYC details and Nomination details within the stipulated timeline mentioned in the circular. The requisite forms are available at www.ceeta.com and www.nichetechpl.com.

Pursuant to aforesaid SEBI Circular, in case a holder of physical securities fails to furnish these details or link their PAN with Aadhaar before the due date, our registrars are obligated to freeze such folios. The securities in the frozen folios shall be eligible to receive payments (including dividend) and lodge grievances only after furnishing the complete documents. In case the securities continue to remain frozen as on 31st December, 2025, the registrar/ the Company shall refer such securities to the administering authority under the Benami

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Transactions (Prohibitions) Act, 1988, and/or Prevention of Money Laundering Act, 2002.

GENERAL

The other disclosures, not commented upon in this report pursuant to Section 134 of the Companies Act, 2013 read with rules, are not applicable to the Company for the financial year under review.

ACKNOWLEDGEMENT:

Your Directors have pleasure in recording their appreciation for all the guidance and co-operation received from all its customers, Members, investors, vendors, partners, bankers government authorities and other stakeholders for their consistent support to your Company in its operations.

On behalf of the Board

K. M. Poddar

Managing Director

DIN : 00028012

A De

Director

DIN : 00028093

Place : Kolkata

Dated : 30.05.2022

'ANNEXURE – A' FORMING PART OF DIRECTORS' REPORT:

DETAILS UNDER SECTION 197(12) OF THE COMPANIES ACT, 2013 READ WITH RULE 5(1) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

| SI No | Rule Particulars | |
|--------------|---|---|
| (i) | the ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year; | a)Managing Director – 2.48 b)No other director is drawing any remuneration from the company apart from sitting fees. |
| (ii) | the percentage increase in remuneration of each director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year; | There has been no increase in the remuneration of managerial personnel. |
| (iii) | the percentage increase in the median remuneration of employees in the financial year; | 102.55 |
| (iv) | the number of permanent employees on the rolls of company; | 20 at various locations |
| (v) | 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; | 36.14 |
| (vi) | the key parameters for any variable component of remuneration availed by the directors; | The variables pay is as per policy of the Company. |
| (vii) | affirmation that the remuneration is as per the remuneration policy of the company. | It is hereby affirmed that the remuneration is as per the Remuneration policy of the Company. |

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**‘ANNEXURE – B’ FORMING PART OF DIRECTORS’ REPORT:
INFORMATION UNDER SECTION 134(3)(M) OF THE COMPANIES ACT, 2013 READ
WITH CLAUSE 8 OF THE COMPANIES (ACCOUNTS) RULES, 2014.**

A) CONSERVATION OF ENERGY

(i) Steps taken or impact on conservation of energy

The Company is setting up a manufacturing unit at its factory located Tumkur, Karnataka for production, processing and preservation of food products. During this process, the Company is taking utmost caution in reduction in power consumption, optimal water consumption and using eco-friendly products. The Company believe in environmental sustainability and putting effort on conservation of the natural resources of energy.

(ii) Steps taken by the Company for utilizing alternate sources of energy

The Company will emphasis on consuming alternate sources of energy once commercial production initiates.

(iii) Capital investment on energy conservation equipments

During the year under review the company did not invested on energy conservation equipments

B) TECHNOLOGY ABSORPTION

(i) Efforts made towards technology absorption

As the Company is in the development stage of new business activity and preparing for its product launch enormous amounts and efforts has been put on Research & Development (R&D). Your Company focuses on offering better products in premium quality & taste at relatively affordable prices to the consumers.

(ii) Benefits derived like product improvement, cost reduction, product development or import substitution

The Company believes it will be benefitted after commercial production begins.

(iii) In case of Imported Technology (imported during the last 3 years reckoned from the beginning of the Financial Year)

NIL

(iv) Expenditure on Research & Development (R&D)

| Particulars | 2021-22 | |
|--------------|---------------|-----------------|
| Capital | - | (₹ in Thousand) |
| Recurring | 291.42 | |
| Total | 291.42 | |

C) FOREIGN EXCHANGE EARNINGS AND OUTGO

| Particulars | 2021-22 | 2020-2021 |
|---|---------|-----------|
| Foreign Exchange Earnings | 4933.51 | 8259.42 |
| Foreign Exchange Outgo | - | - |
| (i) CIF Value of Imports of Components & Spare Parts | - | - |
| (ii) Expenditure in Foreign Currency on Foreign Travel & Others | - | - |

MANAGEMENT DISCUSSIONS & ANALYSIS REPORT FORWARD-LOOKING STATEMENTS

This report contains forward-looking statements based on certain assumptions and expectations of future events. The Company, therefore, cannot confirm that these assumptions and expectations are accurate or will be realized. The Company's actual results, performance or achievements are therefore subject of material variance from those projected in any such forward-looking statements. The Company assumes no responsibility to publicly amend, modify or revise any forward looking statements, on the basis of any subsequent developments, information or events.

INDUSTRY STRUCTURE AND DEVELOPMENTS

The company had to get alongwith the difficult economic situations caused by continued pandemic last three years followed by Russia-Ukraine conflict and make endeavour to improve its performance to best possible manner .The Company could sustain and maintain its profitability.

FUTURE PROSPECT

The Company in its search for a diversification has identified a project in food processing industry, a sunrise industry in Indian economy. The Company's project for the processing of snack product is in advanced stage of implementation and is expected to bring positive results in 2022-23. After gaining experience in food industry the company will be exploring in other products in the food processing industry.

OPPORTUNITIES AND THREATS

The Company is likely to benefit from the emerging trends in food industry .The Company is well positioned to take advantage of the market opportunity and change in consumer's food consumption habit with its strong product portfolio. The various threats that the Company addresses include uncertain global economic conditions; changes in fiscal, economic or political conditions in India and the currency risks; increasing competition including from small and unorganized sectors ; changing technologies and regulatory changes in the industry the company operates in.

RISKS AND CONCERNS

The Company has well defined structure which enable and empower management to identify, assess and manage risk exposure in the organization effectively. It has a risk management policy in place to identify and assess the major key risk areas in the field of market, liquidity (finance), pricing,credit, competition etc. All inherent risks are measured, monitored and regularly reported to the Management. The Company has adequate mitigation plans based on the probability of their occurrence, potential impact and volatility.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The internal control system defines a set of rules, procedures and organisational structures that identify, measure, manage and monitor the main risks, allowing sound and fair operation of the Company in line with pre-established objectives and all the short-term and long term operational goals of the Company. As such this process is aimed at pursuing the values of both procedural and substantial fairness, transparency and accountability, which are key factors for managing the business. Adequate internal financial controls are in place to manage the business affairs of the Company. Proper procedures are adopted ensuring the orderly and efficient conduct of business, including safeguarding of its assets, prevention and detection of errors and frauds, accuracy and completeness of the accounting records and timely preparation of reliable financial information and the same is reviewed at regular intervals depending upon situation of business of Company.

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HUMAN RESOURCES DEVELOPMENT/INDUSTRIAL RELATIONS

The Company focuses on enhancing the potential and overall well being of its employees. Employee care and well-being is a top priority. It focuses on building a moral network embellished by fair business practices. The Company provides an engaging workplace environment, attractive growth opportunities and fair compensation. The total number of employees on the rolls of the Company at various locations as on 31st March, 2022 was 20 (Previous year as on 31st March, 2021, number was 18).

Industrial relations during the year under report remained cordial.

RELATED PARTY DISCLOSURE

All related party transactions have been disclosed in the notes forming part of the financial statements.

SEGMENT WISE PERFORMANCE

The Company has two reportable segments such as -Granite Division and Other Operations.

The segment wise performance for the year is given herein below:

| Particulars | Reportable Segments (₹ in Thousands) | | |
|--|--------------------------------------|------------------|-----------|
| | Granite | Other Operations | Total |
| Segment Revenue | 9778.73 | 23497.52 | 33276.25 |
| Segment Result (before interest and tax): | (5490.71) | 812.85 | (4677.86) |
| Unallocated Corporate Expenses (net of unallocable income) | - | - | 5134.88 |
| Operating Profit/(Loss) | - | - | (9812.74) |
| Interest Income | - | - | 16228.64 |
| Less: Interest Expenses | - | - | 267.74 |
| Net Profit/ (Loss) before Tax | - | - | 6148.16 |
| OTHER INFORMATION | | | |
| Capital Employed | | | |
| Net Segment Assets | 52123.56 | 1084.17 | 53207.73 |
| Unallocated Assets / (Liabilities) | - | - | 220074.46 |
| Net Capital Employed | - | - | 273282.19 |
| Capital Expenditure | 13450.56 | 4348.74 | 17799.30 |
| Depreciation | 693.95 | 594.92 | 1288.87 |

The segment wise reporting of every quarter for financial year under review is available at the website of the Company at <https://ceeta.com/quarterly-report/>

KEY FINANCIAL RATIOS

As stipulated in the Regulation 34(3) of SEBI (LODR) Regulations, 2015, the Company reports key financial ratios as follows:

- Details of significant changes (i.e. change of 25% or more as compared to the immediately previous financial year) in key financial ratios or sector specific ratios, along with detailed explanations therefor:

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| Sl. | Key Financial Ratios | 2021-2022 | 2020-2021 | Variance (in %) |
|--------|--|-----------|-----------|-----------------|
| (i) | Trade Receivable Turnover Ratio (in times) | 2.23 | 4.46 | -50.04 |
| (ii) | Trade Payable Turnover Ratio (in times) | 3.83 | 9.19 | -58.33 |
| (iii) | Inventory Turnover Ratio (in times) | 6.56 | 3.89 | 68.64 |
| (iv) | Current Ratio (in times) | 11.73 | 25.61 | -54.19 |
| (v) | Debt Equity Ratio (in times) | - | 0.03 | -100.00 |
| (vi) | Debt Service Coverage Ratio (in times) | 0.83 | 4.75 | -82.63 |
| (vii) | Net Capital Turnover Ratio (in times) | 0.08 | 0.16 | -45.94 |
| (viii) | Operating Profit Margin (%) | 77.21 | 41.74 | 84.98 |
| (ix) | Net Profit Margin (%) | 57.75 | 31.78 | 81.73 |
| (x) | Return on Capital employed (in %) | 2.43 | 2.33 | 4.31 |
| (xi) | Return on Investment (in %) | 6.59 | 2.46 | 167.86 |

Notes on significant changes in financial ratios where change is > 25%:

- Trade Receivable Turnover Ratio: It has decreased by 50.04% because average trade receivable increased during the current period whereas revenue from operation decreased.
- Trade Payable Turnover Ratio: It has decreased by 58.33% because average trade payable increased whereas credit purchase of raw materials and tradable goods decreased by 50%.
- Current Ratio: It has decreased by 54.19% during the current year mainly due to significant amount of investment in mutual fund diverted in capital expenditure of the company. Further, trade and financial liabilities also increased during the current financial year due to major capital expenditure for new plant at Tumkur.
- Debt Equity Ratio : It has decreased by 100% during the current financial year as there was no outstanding debt as on 31st March, 2022
- Debt Service Coverage Ratio: It has decreased by 82.63% during the current financial year as repayment of debt is approx 6 times higher than previous year.
- Net Capital Turnover Ratio: It has decreased by 45.94% mainly due to decrease in revenue from operation by approx 44%.
- Operating Profit Margin (%): It has increased by 84.98% due to reduction in revenue from operations and EBIT has increased in the current year.
- Inventory Turnover Ratio: It has increased by 68.64% during the current year due to reduction in average inventory by approximately 40% whereas cost of goods sold reduced by 64% compared to previous year.
- Net profit Margin (%): It has increased by 81.73% during the current year due to reduction in revenue from operation and increase in other income in current year.
- Return on investment: It has increased by 167.86% mainly due to maturity of investment in mutual funds held for more than 12 months taken for capital expenditure of the company.

b) Details of any change in Return on Net Worth as compared to the immediately previous financial year along with a detailed explanation thereof

| Key Financial Ratios | 2021-2022 | 2020-2021 | Variance (in %) | Explanations |
|-------------------------|-----------|-----------|-----------------|--|
| Return on Net Worth (%) | 1.76 | 1.82 | -3.62 | Reduced due to minor increase in Net Profit in comparison to previous year |

CAUTIONARY STATEMENT

Statements detailing the Company's objectives, projections, estimates, expectations or predictions are "forward-looking statements" within the meaning of applicable laws and regulations. Actual results could differ materially from those expressed or implied. Significant factors that could make a difference to the Company's operations include demand-supply conditions, finished goods prices, stock availability and prices, cyclical demand and pricing in the Company's principal markets, changes in Government regulations, tax regimes, economic developments and other internal factors.

CEETA INDUSTRIES LIMITED

FORM NO MR-3 SECRETARIAL AUDIT REPORT FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2022

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

To,

The Members,

Ceeta Industries Limited,

Plot No - 34 - 38, Sathyamangala, KIADB Industrial Area,

Tumkur- 572 104, Karnataka.

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by M/s Ceeta Industries Limited(hereinafter called the Company having **CIN: L15100KA1984PLC021494**). 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 books, papers, minute books, forms , 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, 2022 complied with the statutory provisions listed hereunder and also 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 the Company for the financial year ended on 31st March, 2022 according to the provisions of:

- I. The Companies Act, 2013 (the Act) and the rules made there under;
- II. The Securities Contracts (Regulation) Act, 1956 ("SCRA") and the rules made there under and the circulars, guidelines issued there under by the SEBI from time to time;
- III. Securities and Exchange Board of India (Depositories and Participants) Regulations 2018 and Bye-laws framed there under;
- IV Foreign Exchange Management Act (FEMA), 1999 and the rules and regulations made thereunder;
- V The following Regulations (as amended from time to time) and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') :-
 - (a) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations).
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations,2015;
 - (c) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations,2011;
 - (d) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations,1993 regarding Companies Act and dealing with Clients

CEETA INDUSTRIES LIMITED

The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') are not applicable to the Company for the financial year ended 31-03-2022, as the Company did not carry any activities under the said Regulations:-

- (a) SEBI (Share Based Employee Benefits and Sweat Equity) Regulations, 2021;
- (b) SEBI (Issue and Listing of Non-Convertible Securities) Regulations, 2021;
- (c) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021;
- (d) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018;
- (e) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;

VI Other Acts and Regulations as may be applicable to the Company as per **Annexure A**

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

- i) Secretarial Standards (SS1 & SS2) issued by The Institute of Company Secretaries of India in relation to holding of Member's meeting, Committee Meeting and Board meeting,
- ii) The Listing Regulation entered into by the Company with stock exchange (BSE Ltd) as per SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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

I further report that

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

Adequate notice is given to all Directors to schedule the Board Meetings, agenda were sent 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.

Majority decision is carried through while the dissenting members' views, if any, are captured and recorded as part of the minutes.

I further report that there are adequate systems and process in the Company 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 that there was no other specific events/actions having a major bearing on the Company's affairs in pursuance of the above referred laws, regulations, guidelines, standards etc. referred to above.

Events taken place after the close of the financial year but before signing of this report: NIL

Place: Kolkata

Date: 30/05/2022

Peer review registration : 1928/2022

(PRAVIN KUMAR DROLIA)

Company Secretary in whole time practice

FCS No : 2366

C.P. No : 1362

UDIN: F002366D000385188

- (i) Employees Provident Fund and Miscellaneous Provisions Act, 1952
- (ii) Employees State Insurance Act, 1948
- (iii) Environment Protection Act, 1986 and other Environmental Law
- (iv) Factories Act, 1948
- (v) Hazardous Wastes (Management and Handling) Rules, 1989 and Amendment Rule, 2003
- (vi) Industrial Dispute Act, 1947
- (vii) Maternity Benefits Act, 1961
- (viii) Minimum Wages Act, 1948
- (ix) Payment of Bonus Act, 1965
- (x) Payment of Gratuity Act, 1972
- (xi) Food Safety And Standards Act, 2006
- (xii) The Sexual Harassment of Women at Workplace (Prevention, Prohibition And Redressal) Act, 2013

Note:

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

To,
The Members
Ceeta Industries Limited
Plot No - 34 - 38, Sathyamangalam, KIADB Industrial Area,
Tumakur - 572 104, Karnataka

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

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

Place: Kolkata

Date:30/05/2022

Peer review registration : 1928/2022

(PRAVIN KUMAR DROLIA)

Company Secretary in whole time practice

FCS No :2366

C.P. No :1362

UDIN: F002366D000385188

INDEPENDENT AUDITOR'S REPORT To The Members Of Ceeta Industries Ltd.

Report on the Financial Statements

We have audited the accompanying (Standalone) financial statements of **Ceeta Industries Ltd.** ("the company") which comprise the Balance Sheet as at 31st March, 2022, the statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity, Cash Flow Statement for the year ended, and a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, the profit and total 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 Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the 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 financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters 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:

| Key Audit Matter | Auditor Response |
|---|---|
| <p>Evaluation of uncertain tax positions</p> <p>The Company has material uncertain tax positions which involve significant judgment to determine the possible outcome.</p> | <p><u>Principal Audit Procedures</u></p> <p>Obtained details of completed tax assessments and demands till the year ended March 31, 2022 from management. We involved our internal experts to challenge the management's underlying assumptions in estimating the tax provision and the possible outcome of the disputes. Our internal experts also considered legal precedence and other rulings in evaluating management's position on these uncertain tax positions. Additionally, we considered the effect of new information in respect of uncertain tax positions as at April 1, 2021 to evaluate whether any change was required to management's position on these uncertainties.</p> |

Information other than the financial statements and auditors' report thereon

The Company's board of directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, Business Responsibility Report but does not include the financial statements and our auditor's report thereon.

Our opinion on the 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 financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is no 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 Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these (Standalone) Financial Statements that give a true and fair view of the financial position, financial performance and cash flows of the company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these (standalone) financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. 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. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are

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appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the (Standalone) financial statements

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid (Standalone) financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, its Profit and its Cash Flow for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), as amended, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "**Annexure A**" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by section 143 (3) of the Act, we report that:
 - a. we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b. in our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c. the Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account
 - d. in our opinion, the aforesaid (Standalone) financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e. On the basis of written representations received from the directors as on March 31, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.
 - f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "**Annexure B**".
 - g. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended: In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
 - h. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

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- I. The Company has pending litigations with tax authorities; however that will not impact its financial position significantly.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - (b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - (c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
- V. The company has not declared or paid any dividend during the year.

For and on behalf of

Ruwatia & Associates.

Chartered Accountants

Firm Regn.No.324276E

Mukesh Kumar Ruwatia

Proprietor

Membership number: 060231

Place: Kolkata

Date:30/05/2022

UDIN:22060231AKVWMK7199

“Annexure A” to the Independent Auditors’ Report

The Annexure referred to in our report to the members of **Ceeta Industries Ltd.** (“the Company”) for the year ended 31st March, 2022. We Further report that:-

- 1) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment .
(B) The Company has maintained proper records showing full particulars of intangible assets.
(b) The Property, Plant and Equipment have been physically verified by the management in a phased manner, designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the Property, Plant and Equipment has been physically verified by the management during the year and no material discrepancies between the books records and the physical Property, Plant and Equipment have been noticed.
(c) The title deeds of immovable properties are held in the name of the company.
(d) The Company has not revalued any of its Property, Plant and Equipment and intangible assets during the year.
(e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- 2) (a) The Company has inventory during the period under audit. Physical verification of inventory has been conducted at reasonable intervals by the management and the coverage and procedure of such verification is appropriate. No discrepancies of more than 10% in the aggregate were noticed in between the maintained books relating to inventory and the stock taking results.
(b) The Company has not been sanctioned working capital limits in excess of ₹ 5 crore, in aggregate, at any points of time during the year, from banks or financial institutions on the basis of security of current assets and hence reporting under clause 3(ii)(b) of the Order is not applicable.
- 3) The Company has made investments in, companies, and granted unsecured loans to other parties, during the year, in respect of which:
 - (a) The Company has not provided any loans or advances in the nature of loans or stood guarantee, or provided security to any other entity during the year, and hence reporting under clause 3(iii)(a) of the Order is not applicable.
 - (b) In our opinion, the investments made and the terms and conditions of the grant of loans, during the year are, prima facie, not prejudicial to the Company’s interest.
 - (c) In respect of loans granted by the Company, the schedule of repayment of principal and payment of interest has been stipulated and the repayments of principal amounts and receipts of interest are generally been regular as per stipulation.
 - (d) In respect of loans granted by the Company, there is no overdue amount remaining outstanding as at the balance sheet date.
 - (e) No loan granted by the Company which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the overdues of existing loans given to the same parties.

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- (f) The Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment during the year. Hence, reporting under clause 3(iii)(f) is not applicable.
- 4) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees, and security.
- 5) The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- 6) As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.
- 7) (a) In our opinion, the Company has generally been regular in depositing undisputed statutory dues, including Goods and Services tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues applicable to it with the appropriate authorities. There were no undisputed amounts payable in respect of Goods and Service tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues in arrears as at March 31, 2022 for a period of more than six months from the date they became payable.
- (b) The company has disputed the demands raised by the Sales Tax Department and the details of the same are given below:

| Year of Dispute | Forum | Amount (Rs.) |
|-----------------|--|--------------|
| 1988-89 | Orissa Sales Tax Tribunal, Cuttack | 20,49,049/- |
| 1998-99 | Rajasthan Tax Board, Ajmer | 7,93,521/- |
| 2016-17 | Addl. Commissioner GR-2(Appeal)-1, Gorakhpur,UP | 5,33,716/- |
| 2017-18 | Addl. Commissioner GR-2(Appeal)-1, Gorakhpur,UP | 9,96,967/- |

- 8) There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).
- 9) (a) The Company has not taken any loans or other borrowings from any lender. Hence reporting under clause 3(ix)(a) of the Order is not applicable.
- (b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- (c) The Company has not taken any term loan during the year and there are no outstanding term loans at the beginning of the year and hence, reporting under clause 3(ix)(c) of the Order is not applicable.
- (d) On an overall examination of the financial statements of the Company, funds raised on short term basis have, prima facie, not been used during the year for long-term purposes by the Company.

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- (e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.
- (f) The Company has not raised any loans during the year and hence reporting on clause 3(ix)(f) of the Order is not applicable.
- 10) (a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.
- (b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable.
- 11) (a) No fraud by the Company and no material fraud on the Company has been noticed or reported during the year.
- (b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.
- (c) We have taken into consideration the whistle blower complaints received by the Company during the year (and upto the date of this report), while determining the nature, timing and extent of our audit procedures.
- 12) The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable.
- 13) In our opinion, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 with respect to applicable transactions with the related parties and the details of related party transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.
- 14) (a) In our opinion the Company has an adequate internal audit system commensurate with the size and the nature of its business.
- (b) We have considered, the internal audit reports for the year under audit, issued to the Company during the year and till date, in determining the nature, timing and extent of our audit procedures.
- 15) In our opinion during the year the Company has not entered into any non-cash transactions with its Directors or persons connected with its directors. and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.
- 16) (a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a), (b) and (c) of the Order is not applicable.
- (b) In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.
- 17) The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- 18) There has been no resignation of the statutory auditors of the Company during the year.
- 19) On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and

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based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

20) Corporate Social Responsibility(CSR) provisions are not applicable on the company as per section 135 of the Companies Act, 2013, so clause3(xx) is not applicable.

For and behalf of

Ruwatia & Associates.

Chartered Accountants

Firm Regn.No.324276E

Mukesh Kumar Ruwatia

Proprietor

Membership number: 060231

Place: Kolkata

Date: 30/05/2022

UDIN: 22060231AKVWMK7199

“Annexure B” to the Independent Auditor’s Report

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 **Ceeta Industries Ltd.** (“The Company”) as of March 31, 2022 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

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”. 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

CEETA INDUSTRIES LIMITED

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2022, 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 and on behalf of

Ruwatia & Associates.

Chartered Accountants

Firm Regn.No.324276E

Mukesh Kumar Ruwatia

Proprietor

Membership number: 060231

Place: Kolkata

Date: 30/05/2022

UDIN: 22060231AKVWMK7199

CEETA INDUSTRIES LIMITED

Balance Sheet as at 31st March 2022

(₹ in Thousand)

| Particulars | Note No. | 2021-22 Amount | 2020-21 Amount |
|---|-------------|-------------------|-------------------|
| I. ASSETS | | | |
| 1 Non-current assets | | | |
| (a) (i) Property, Plant and Equipment | 3 (I) | 10931.47 | 7092.57 |
| (ii) Capital Work-in-Progress | 3(ii) | 13014.68 | 575.58 |
| (iii) Intangible Assets | 3 (iii) | 55.65 | 2.86 |
| (b) Financial Assets | | | |
| (i) Investments | 4 | 7476.78 | 134.03 |
| (ii) Loans | 5 | 130478.60 | 131178.79 |
| (iii) Other Financial Assets | 6 | 13435.84 | 12385.72 |
| (c) Deferred Tax Asset (net) | 7 | 8947.34 | 159.65 |
| (d) Other Non-Current assets | 9 | 2324.66 | 2187.91 |
| Sub Total- Non- current Assets | | 186665.03 | 153717.11 |
| 2 Current assets | | | |
| (a) Inventories | 10 | 14.82 | 1712.07 |
| (b) Financial Assets | | | |
| (i) Investments | 8 | 33922.12 | 80620.08 |
| (ii) Trade Receivables | 11 | 1293.07 | 6171.90 |
| (iii) Cash and cash equivalents | 12 | 22537.56 | 2993.67 |
| (iv) Loans | 5 | - | 11000.00 |
| (v) Other Financial Assets | 6 | 5558.92 | 7671.43 |
| (c) Current Tax Assets (Net) | 13 | 1142.46 | 1906.72 |
| (d) Other Current Assets | 14 | 30219.63 | 2689.51 |
| Sub Total- current Assets | | 94688.59 | 114765.38 |
| TOTAL | | 281353.63 | 268482.49 |
| II. EQUITY AND LIABILITIES | | | |
| 1 Equity | | | |
| (a) Equity Share Capital | 15 | 14502.40 | 14502.40 |
| (b) Other equity | 16 | 258779.79 | 241998.13 |
| | | 273282.19 | 256500.53 |
| 2 Non-Current liabilities | | | |
| (a) Financial Liabilites | | | |
| (i) Borrowings | 17 | - | 7500.00 |
| (b) Deferred Tax Liability (net) | 13 | - | - |
| | | - | 7500.00 |
| 3 Current liabilities | | | |
| (a) Financial Liabilites | | | |
| (i) Trade payables- total dues of Creditors other than Micro and Small Enterprises | 33 | 1355.90 | 717.63 |
| (ii) Other Financial Liabilities | 18 | 2682.21 | 153.96 |
| (b) Other Current Liabilities | 19 | 1645.49 | 1325.33 |
| (c) Provisions | 20 | 2387.83 | 2285.05 |
| | | 8071.43 | 4481.96 |
| TOTAL | | 281353.63 | 268482.49 |
| Notes to standalone Financial Statements | 1-44 | | |

The notes referred to above form an integral part of the Balance Sheet.

This is the Balance sheet referred to in our Report of even date.

For Ruwata & Associates

Chartered Accountants

Firm Registration No.- 324276E

Mukesh Kumar Ruwata

Proprietor

Membership No. 060231

UDIN : 22060231AKVWMK7199

Place : Kolkata

Dated: 30-05-2022

Anubhav Poddar
Chief Financial Officer

Smally Agarwal
Company Secretary
Mem. No.- A56522

On behalf of the Board

K.M. Poddar
Managing Director
DIN : 00028012

A. De
Director
DIN : 00028093

CEETA INDUSTRIES LIMITED

Statement of Profit and Loss for the year ended 31st March 2022

(₹ in Thousand)

| | Particulars | Note No. | 2021-22 Amount | 2020-21 Amount |
|-------|---|----------|-------------------|-------------------|
| I. | Revenue from operations | 21 | 8310.13 | 14706.49 |
| II. | Other income | 22 | 24935.66 | 21449.02 |
| III. | Total Income (I + II) | | 33245.79 | 36155.51 |
| IV. | Expenses: | | | |
| | Cost of materials consumed | 23 | - | 5783.32 |
| | Purchase of Stock-in Trade | 24 | 3970.20 | 5128.25 |
| | Changes in inventories of finished goods, work-in-progress and Stock-in-Trade | 25 | 1697.25 | (1451.47) |
| | Employee benefits expense | 26 | 6993.62 | 6377.43 |
| | Finance costs | 27 | 278.08 | 810.63 |
| | Depreciation and amortization expense | 3 | 1288.87 | 1025.16 |
| | Other expenses | 28 | 12869.60 | 13134.27 |
| | Total expenses | | 27097.63 | 30807.58 |
| V. | Profit/ (Loss) before exceptional items and tax (III-IV) | | 6148.16 | 5347.93 |
| VI. | Exceptional Items | | - | - |
| VII. | Profit / (Loss) before tax (V- VI) | | 6148.16 | 5347.93 |
| VIII. | Tax Expenses: | | | |
| | (1) Current Tax | 34 | 1706.39 | 834.28 |
| | (2) Deferred Tax | 34 | (357.10) | (159.65) |
| | (3) Income Tax for earlier year | | - | - |
| IX. | Profit/ (Loss) for the Period (VII-VIII) | | 4798.87 | 4673.31 |
| X. | Other Comprehensive Income | | | |
| | (A)(i) Items that will not be reclassified to Profit and Loss | | - | - |
| | (ii) Income tax relating to items that will not be reclassified to profit or loss | | - | - |
| | (B) (i) Items that will be reclassified subsequently to Profit or Loss | | | |
| | (a) Investments through Other Comprehensive Income | | 2804.93 | |
| | (ii) Income tax relating to items that will be reclassified to profit or loss | | (500.31) | - |
| XI. | Total Comprehensive income for the period (IX+X) | | 7103.49 | 4673.31 |
| XII. | Earnings per equity share (of Re.1/- each) in rupees: | 29 | | |
| | (1) Basic | | 0.33 | 0.32 |
| | (2) Diluted | | 0.33 | 0.32 |
| | Notes to Balance Sheet and Statement of Profit and Loss | 1-44 | | |

The notes referred to above form an integral part of the statement of Profit & Loss.

This is the Profit and Loss Statement as per our Report of even date

For Ruwatia & Associates
Chartered Accountants
Firm Registration No.- 324276E

Mukesh Kumar Ruwatia
Proprietor
Membership No. 060231
UDIN : 22060231AKVWWMK7199
Place : Kolkata
Dated: 30-05-2022

Anubhav Poddar
Chief Financial Officer

Smally Agarwal
Company Secretary
Mem. No.- A56522

On behalf of the Board

K.M. Poddar
Managing Director
DIN : 00028012

A. De
Director
DIN : 00028093

CEETA INDUSTRIES LIMITED

Statement of Changes in Equity as at 31st March 2022

A. Equity Share Capital

(1) Current reporting period

(₹ in Thousand)

| Balance at the beginning of the current reporting period | Changes in Equity Share Capital due to prior period errors | Restated balance at the beginning of the current reporting period | Changes in equity share capital during the current year | Balance at the end of the current reporting period |
|--|--|---|---|--|
| 14502.40 | - | 14502.40 | - | 14502.40 |

(2) Previous reporting period

(₹ in Thousand)

| Balance at the beginning of the current reporting period | Changes in Equity Share Capital due to prior period errors | Restated balance at the beginning of the current reporting period | Changes in equity share capital during the current year | Balance at the end of the current reporting period |
|--|--|---|---|--|
| 14502.40 | - | 14502.40 | - | 14502.40 |

B. Other Equity

(1) Current reporting period

(₹ in Thousand)

| | Reserve and Surplus | | | | Retained Earning | Other Comprehensive Income Investment Revaluation Reserve | Total Equity |
|--|---------------------|----------------------------|---|------------------|------------------|---|------------------|
| | Capital Reserves | Capital Redemption Reserve | Capital Reserve on Forfeiture of Shares | | | | |
| Balance as at 01-04-2021 | 132995.44 | 13300.00 | 91.00 | 95611.68 | 241998.13 | - | 241998.13 |
| Profit for the Year | - | - | - | 4798.87 | 4798.87 | - | 4798.87 |
| Other comprehensive income MAT Credit Entitlement Recognised | - | - | - | - | 2304.62 | - | 2304.62 |
| Transfer from Capital Reserve on Forfeiture of Shares | - | - | - | 9678.18 | 9678.18 | - | 9678.18 |
| Total Comprehensive Income | 132995.44 | 13300.00 | 91.00 | 110179.73 | 91.00 | 2304.62 | 258870.79 |
| Less: Dividend | - | - | - | - | - | - | - |
| Less: Transfer to Retained Earning | - | - | 91.00 | - | - | - | - |
| Balance as at 31-03-2022 | 132995.44 | 13300.00 | - | 110179.73 | 110179.73 | 2304.62 | 258779.79 |

Contd. next Page

CEETA INDUSTRIES LIMITED

Statement of Changes in Equity as at 31st March 2022

| (2) Previous reporting period | Reserve and Surplus | | | Other Comprehensive Income | | Total Equity |
|------------------------------------|---------------------|----------------------------|---|----------------------------|--------------------------------|--------------|
| | Capital Reserves | Capital Redemption Reserve | Capital Reserve on Forfeiture of Shares | Retained Earning | Investment Revaluation Reserve | |
| Balance as at 01-04-2020 | 132995.44 | 13300.00 | 91.00 | 90938.38 | - | 237324.82 |
| Profit for the Year | - | - | - | 4673.31 | - | 4673.31 |
| Other comprehensive income | - | - | - | - | - | - |
| Total Comprehensive Income | 132995.44 | 13300.00 | 91.00 | 95611.68 | - | 241998.13 |
| Less: Dividend | - | - | - | - | - | - |
| Less: Transfer to Retained Earning | - | - | - | - | - | - |
| Balance as at 31-03-2021 | 132995.44 | 13300.00 | 91.00 | 95611.68 | - | 241998.13 |

Nature and purpose of reserves :

- 1) Capital Reserve** - This Reserve represents the restructuring of debts of the company on One Time Settlements with banks under BIFR Scheme.
- 2) Capital Redemption Reserve**- This reserve was created for redemption of preference shares of the company. A sum equal to the nominal value of the preference shares so purchased is transferred from free reserves or securities premium to capital redemption reserve . The reserve was utilised in accordance with the provisions of the Companies Act, 1956.
- 3) Capital reserve on Forfeiture of Shares** -This reserve was created for forfeiture of party paid equity shares of the company which remain unpaid after final call money. As there is no future requirement of this reserve, management decided to transfer this reserve to retained earning in the current year.
- 4) Retained Earnings** -This reserve represents undistributed accumulated earnings of the Group as on the balance sheet date.
- 5) Investment Revaluation Reserve**- This reserve represents the cumulative gains and losses arising on the revaluation of equity and mutual funds instruments on the balance sheet date measured at fair value through other comprehensive income. The reserves accumulated will be reclassified to retained earnings , when such instruments are disposed.

For Ruwatia & Associates

Chartered Accountants
Firm Registration No.- 324276E

On behalf of the Board

Anubhav Poddar
Chief Financial Officer

K.M. Poddar
Managing Director
DIN : 00028012

Mullesh Kumar Ruwatia
Proprietor
Membership No. 060231
UDIN : 22060231AKVWIK7199
Place : Kolkata

Smally Agarwal
Company Secretary
Mem. No.- A56522

A. De
Director
DIN : 00028093

CEETA INDUSTRIES LIMITED

Cash Flow Statement for the year ended 31st March, 2022

(₹ in Thousand)

| Particulars | 2021-22 Amount | 2020-21 Amount |
|---|-------------------|-------------------|
| A. CASH FLOW FROM OPERATING ACTIVITIES: | | |
| Net profit before interest, tax and extraordinary items | 6415.89 | 6139.40 |
| Adjustment for: | | |
| Income from Investment | (3953.29) | (568.74) |
| Loss / (Profit) on Sale of Fixed Assets | (4275.37) | (2623.84) |
| Non- Cash Expenditure | 614.06 | 619.47 |
| Depreciation | 1288.87 | 1025.16 |
| Dividend Received | (74.35) | (785.90) |
| Interest received | (16228.64) | (17022.73) |
| Operating profit before working capital charges | (16212.82) | (13217.17) |
| Adjustments for Increase/ decrease in : | | |
| Trade Receivables | 4264.77 | (6357.85) |
| Inventories | 1697.25 | 1443.87 |
| Trade Payables | 638.27 | (309.14) |
| Other Non-Current and Current Financial Assets | 1062.38 | 1043.99 |
| Non-Current and Current Loans | 11700.19 | 51966.04 |
| Other Non-Current and Current Assets | (27666.87) | 1387.47 |
| Other Non-Current and Current Financial Liabilities | 2528.26 | (5017.00) |
| Other Current Liabilities and Provisions | 422.94 | 862.09 |
| Cash Generated from Operation | (21565.63) | 31802.30 |
| Less: Direct Tax Paid (Net of refund, if any) | 194.86 | 1224.67 |
| Cash Flow before extraordinary items | (21760.49) | 30577.63 |
| Extraordinary items | 0.00 | 0.00 |
| Net cash flow from operating activities(A) | (21760.49) | 30577.63 |
| B. CASH FLOW FROM INVESTING ACTIVITIES | | |
| Purchase of fixed assets including Capital W.I.P. | (17799.30) | (852.34) |
| Net Sale /(Purchase) of non-current and current Investments | 42160.13 | (51461.08) |
| Redemption/ (Investment) of Fixed deposits | 0.00 | 349.87 |
| Sale of fixed assets | 4455.00 | 4539.31 |
| Dividend Received | 74.35 | 785.90 |
| Profit / (Loss) on sale of investment | 3953.29 | 568.74 |
| Interest Received | 16228.64 | 17022.73 |
| Net cash used in investing activities (B) | 49072.11 | (29046.87) |
| C. CASH FLOW FROM FINANCING ACTIVITIES | | |
| Interest Paid | (267.74) | (791.47) |
| Proceeds from non-current and current borrowings | (7500.00) | (548.81) |
| Net Cash Flow from Financing Activities© | (7767.74) | (1340.28) |
| Net Increase in cash and Cash equivalent(A+B+C) | 19543.89 | 190.47 |
| Cash and Cash equivalent as at beginning of the year | 2993.67 | 2803.20 |
| Cash and Cash equivalent as at end of the year | 22537.56 | 2993.67 |

Note: - Figures in brackets represent cash outflows

For Ruwatia & Associates
Chartered Accountants
Firm Registration No.- 324276E

On behalf of the Board

Mukesh Kumar Ruwatia
Proprietor
Membership No. 060231
UDIN : 22060231AKVWWMK7199
Place : Kolkata
Dated: 30-05-2022

Anubhav Poddar
Chief Financial Officer

K.M. Poddar
Managing Director
DIN : 00028012

Smally Agarwal
Company Secretary
Mem. No.- A56522

A. De
Director
DIN : 00028093

CEETA INDUSTRIES LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

NOTE 1

Corporate information

During the year under review i.e. 2021-22, the Company was engaged in business of essential oil apart from the trading in granite products, investment and other activities. The Company is in process of setting up food processing unit in its Tumkur factory. Management expects that production will start by end of September, 2022

The Company is a domestic public limited company incorporated under the provisions of the Indian Companies Act, 1956, as extended to Companies Act, 2013 and it has registered office at Plot No.- 34-38, KIADB Industrial Area, Sathyamangala, Tumkur - 572104. The equity shares of the company are listed at BSE Ltd.

NOTE 2

Statement of compliance and Significant Accounting Policies

a. Basis of preparation and Presentation IND AS Financial Statement

These financial statements are prepared in accordance with Indian Accounting Standards (Ind AS) under the historical cost convention instruments which are measured at fair values, the provisions of the Companies Act, 2013. The Ind AS are prescribed under Section 133 of the Act read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015, Companies (Indian Accounting Standards) Amendment Rules, 2016 and Companies (Indian Accounting Standards) Amendment Rules, 2017. The Company has adopted all the Ind AS standards as applicable. The transition was carried out from Indian Accounting Principles generally accepted in India as prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (IGAAP), which was the previous GAAP.

Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

b. Change in accounting policy

Presentation and disclosure of financial statements:

The company has followed Schedule III as notified under the Companies Act 2013 for the preparation and presentation of its financial statements. Further, the company has followed the Schedule II of the Companies Act, 2013 for charging depreciation of the current financial year and reclassified the previous year figures in accordance with the requirements applicable in the current year.

c. Use of estimates and Judgments

The preparation of financial statements in conformity with Ind AS requires management to make estimates, judgments and assumptions. These estimates, judgments and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the period. Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

d. Property, Plant and Equipment (PPE)

Under the previous Indian GAAP, property, plant and equipment were carried in the balance sheet on the basis of historical cost. On transition to IND AS, the company has adopted optional exception under IND AS 101 and has regarded historical cost as carrying value in IND AS compliant financials.

Property, plant and Equipment are carried at cost less accumulated depreciation and

CEETA INDUSTRIES LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

accumulated impairment losses, if any. Cost includes expenditure that is directly attributable to the acquisition of the items. Assets are depreciated to the residual value as on 01/06/2003 and subsequent capital expenditure i.e.; addition to fixed assets, on a straight-line basis over the useful life prescribed in Schedule II to the Companies Act, 2013.

The 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 on the date of disposal or retirement.

e. Depreciation and Amortization

Depreciation on PPE except as stated below, is provided as per Schedule II of the Companies Act, 2013 on straight-line method in respect of all tangible and intangible Property, Plants and Equipments assets at all location of the Company. Depreciation on upgradation of Property, Plant and Equipment is provided over the remaining useful life of the mother plant / fixed assets.

Leasehold Land held, if any, under finance lease including leasehold land are depreciated over their expected lease terms. No depreciation is charged on Freehold land. Assets costing rupees five thousand or less are being depreciated fully in the year of addition/acquisition.

Depreciation on Property, Plant and Equipments commences when the assets are ready for their intended use. Based on above, the useful lives as estimated for other assets considered for depreciation are as follows:

| Category | Useful life |
|---|-------------|
| Buildings | |
| Non-Factory Building (RCC Frame Structure) | 60 Years |
| Factory Building | 30 Years |
| Roads | |
| Carpeted Roads-RCC | 10 Years |
| Carpeted Roads-other than RCC | 5 Years |
| Non-Carpeted Roads | 3 Years |
| Plant and machinery | |
| Other than Continuous Process Plant | 15 Years |
| Sinter Plant, Blast Furnace, Coke Oven | 20 Years |
| Power Plant | 40 Years |
| Computer equipment | |
| Desktop, Laptop and accessories | 3 Years |
| Servers and networks | 6 Years |
| Furniture and fixtures and Electrical Installation | 10 Years |
| Office equipment | 5 Years |
| Vehicles | |
| Motor cycles, scooters and other mopeds | 10 Years |
| Others | 8 Years |

Depreciation methods, useful lives, residual values are reviewed and adjusted as appropriate, at each reporting date.

f. Intangible Assets

Identifiable intangible assets are recognized when – a) the company controls the asset, b) it is probable that future economic benefits attributed to the asset will flow to the Company and c) the cost of the asset can be reliably measures.

Computer software are capitalized at the amounts paid to acquire the respective license for use and are amortized over the useful life prescribed in Schedule II to the Companies Act, 2013 on straight line basis.

The useful life of intangible assets is as mentioned below:

CEETA INDUSTRIES LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

| Category | Useful life |
|-------------------|-------------|
| Software | 3 Years |
| Technical Knowhow | 3 Years |

Research and development costs

Research costs are expensed as incurred. Development expenditure on projects is recognised as an intangible asset when the company can demonstrate:

- The technical feasibility of completing the intangible asset so that the asset will be available for use or sale.
- Its intention and ability to complete and to use or sell the asset.
- How the asset will generate future economic benefits.
- The availability of adequate resources to complete the asset.
- The ability to measure reliably the expenditure incurred during development.

Development expenditure that does not meet the above criteria is expensed as incurred.

During the period of development, the asset is tested for impairment annually.

g. Derecognition of Tangible and Intangible assets

An item of PPE is de-recognised upon disposal or when no future economic benefits are expected to arise from its use or disposal gain or loss arising on the disposal or retirement of an item of PPE is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in the Statement of Profit and Loss.

h. Impairment of Tangible and Intangible Assets

Tangible and Intangible assets are reviewed at each balance sheet date for impairment. In case events and circumstances indicate any impairment, recoverable amount of assets is determined. An impairment loss is recognized in the statement of profit and loss, whenever the carrying amount of assets either belonging to Cash Generating Unit (CGU) or otherwise exceeds recoverable amount. The recoverable amount is the higher of assets' fair value less cost of disposal and its value in use. In assessing value in use, the estimated future cash flows from the use of the assets are discounted to their present value at appropriate rate.

Impairment losses recognized earlier may no longer exist or may have come down. Based on such assessment at each reporting period the impairment loss is reversed and recognized in the Statement of Profit and Loss. In such cases the carrying amount of the asset is increased to the lower of its recoverable amount and the carrying amount that have been determined, net of depreciation, had no impairment loss been recognized for the asset in prior years.

i. Financial Instruments

Recognition and initial measurement

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

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in the Statement of Profit and Loss.

The financial assets and financial liabilities are classified as current if they are expected to be realised or settled within operating cycle of the company or otherwise these are classified as non-current.

The classification of financial instruments whether to be measured at Amortized Cost, at Fair Value through Profit and Loss (FVTPL) or at Fair Value through Other Comprehensive Income (FVTOCI) depends on the objective and contractual terms to which they relate. Classification of financial instruments are determined on initial recognition.

CEETA INDUSTRIES LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

Financial Assets and Liabilities:

(i) Cash and cash equivalents

All highly liquid financial instruments, which are readily convertible into determinable amounts of cash and which are subject to an insignificant risk of change in value and are having original maturities of three months or less from the date of purchase, are considered as cash equivalents. Cash and cash equivalents includes balances with banks which are unrestricted for withdrawal and usage.

(ii) Financial Assets and Financial Liabilities measured at amortised cost

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

The above Financial Assets and Financial Liabilities subsequent to initial recognition are measured at amortized cost using Effective Interest Rate (EIR) method.

The effective interest rate is the rate that discounts estimated future cash payments or receipts (including all fees and points paid or received, transaction costs and other premiums or discounts) through the expected life of the Financial Asset or Financial Liability to the gross carrying amount of the financial asset or to the amortised cost of financial liability, or, where appropriate, a shorter period, to the net carrying amount on initial recognition.

(iii) Financial Asset at Fair Value through Other Comprehensive Income (FVTOCI)

Financial assets are measured at fair value through other comprehensive income if these financial assets are held within a business whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Subsequent to initial recognition, they are measured at fair value and changes therein are recognised directly in other comprehensive income.

(iv) For the purpose of para (ii) and (iii) above, principal is the fair value of the financial asset at initial recognition and interest consists of consideration for the time value of money and associated credit risk.

(v) Financial Assets or Liabilities at Fair value through profit or loss

Financial Instruments which does not meet the criteria of amortised cost or fair value through other comprehensive income are classified as Fair Value through Profit or loss. These are recognised at fair value and changes therein are recognized in the statement of profit and loss.

(vi) Equity Instruments measured at FVTOCI and FVTPL

Equity instruments which are, held for trading are classified as at FVTPL are measured at Fair Value as per Ind AS 109. For all other equity instruments, the company may make an irrevocable election to present in other comprehensive income subsequent changes in the fair value. The company makes such election on an instrument-by instrument basis. The classification is made on initial recognition and is irrevocable. In case the company decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognized in the OCI. There is no recycling of the amounts from OCI to Profit and Loss, even on sale of investment.

CEETA INDUSTRIES LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

(vii) Impairment of financial assets

A financial asset is assessed for impairment at each balance sheet date. A financial asset is considered to be impaired if objective evidence indicates that one or more events have had a negative effect on the estimated future cash flows of that asset.

The company measures the loss allowance for a financial asset at an amount equal to the lifetime expected credit losses if the credit risk on that financial instrument has increased significantly since initial recognition. If the credit risk on a financial instrument has not increased significantly since initial recognition, the company measures the loss allowance for that financial instrument at an amount equal to 12-month expected credit losses.

However, for trade receivables or contract assets that result in relation to revenue from contracts with customers, the company measures the loss allowance at an amount equal to lifetime expected credit losses.

(viii) Derecognition of financial instruments

The Company derecognizes a financial asset or a group of financial assets when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party.

On derecognition of a financial asset (except for equity instruments designated as FVTOCI), the difference between the asset's carrying amount and the sum of the consideration received and receivable are recognized in statement of profit and loss.

On derecognition of assets measured at FVTOCI the cumulative gain or loss previously recognised in other comprehensive income is reclassified from equity to profit or loss as a reclassification adjustment.

Financial liabilities are derecognized if the Company's obligations specified in the contract expire or are discharged or cancelled. The difference between the carrying amount of the financial liability derecognized and the consideration paid and payable is recognized in Statement of Profit and Loss.

(ix) Fair Value Measurement

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 under current market conditions.

The Company categorizes financial instruments measurement at fair value into one of three levels depending on the ability to observe inputs employed for such measurement:

Level 1: Inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Inputs other than quoted prices included within level 1 that are observable either directly or indirectly for the asset or liability.

The fair value of financial instruments that are not traded in 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 significant inputs required to fair value an instrument are observable, the instrument is included in Level 2.

Level 3: Inputs for the asset or liability which are not based on observable market data (unobservable inputs).

If one or more of the significant inputs is not based on observable market data, the fair value is determined using generally accepted pricing models based on a discounted cash flow analysis, with the most significant inputs being the discount rate that reflects the credit risk of counterparty. This is the case with listed instruments where market is not liquid and for unlisted instruments.

CEETA INDUSTRIES LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

The company has an established control framework with respect to the measurement of fair values. This includes a finance team that has overall responsibility for overseeing all significant fair value measurements who regularly review significant unobservable inputs, valuation adjustments and fair value hierarchy under which the valuation should be classified.

j. Investments

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments.

On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties. If an investment is acquired, or partly acquired, by the issue of shares or other securities, the acquisition cost is the fair value of the securities issued.

Current investments and Long-term investments are carried in the financial statements at cost. On disposal of an investment, the difference between carrying amount and net disposal proceeds is charged or credited under the head "capital gain" to the statement of profit and loss.

k. Inventories

Raw materials, components, Work-in Progress, Stores and Spares, Finished Goods and Stock-in-trade are stated at lower of cost and net realizable value. Cost comprises all cost of purchase, cost of conversion and other costs incurred in bringing the inventories to their present location and condition. Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs necessary to make the sale. Cost formulae used are 'FIFO Method' or 'Weighted Average Cost Method' as applicable.

l. Revenue recognition and other Income

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. The following specific recognition criteria must also be met before revenue is recognized:

Sale of goods:

Revenue from sale of goods is recognized when all the significant risks and rewards of ownership of the goods have been passed to the buyer, usually on delivery of the goods. The company collects Goods and Service Tax (GST) on behalf of the government and, therefore, these are not economic benefits flowing to the company. Hence, they are excluded from revenue. Excise duty deducted from revenue (gross) is the amount that is included in the revenue (gross).

Interest:

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate. Interest income is included under the head "other income" in the statement of profit and loss.

Investments:

Revenue from sale of equity/ bonds / mutual funds are recognized when all the significant risks and rewards of ownership of the instruments have been passed to the buyer, usually on delivery of the instruments. Income from Investments are included under the head "other income" in the statement of profit and loss.

m. Foreign currency transactions

Functional and presentation currency

The financial statements are presented in Indian rupee (INR), which is Company's functional and presentation currency.

Transactions and balances

CEETA INDUSTRIES LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

(i) Sale: Direct exports are undertaken in terms of the currency of the country of export and accounted for at the rate prevailing on the date of shipment. The difference in exchange on the date of realization of debts is taken in revenue. Third party exports are undertaken at rupee value.

(ii) Expenses: The actual expenses in terms of rupees on the date of transaction/ remittance for purchase (import) of goods and expenses are taken into accounts.

(iii) Capital Goods: No capital goods were acquired out of foreign exchange involvement since 01-06-2003.

(iv) Borrowings: No foreign currency borrowings were made during the current financial year and no outstanding foreign currency borrowings were at the beginning of the year.

n. Retirement and other employee benefits:

Short-term obligations

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

Post-employment obligations

The Company operates the following post-employment schemes:

(a) defined benefit plans such as gratuity; and (b) defined contribution plans such as provident fund.

Gratuity obligations

The liability or asset recognized in the balance sheet in respect of defined benefit gratuity plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The defined benefit obligation is calculated annually by actuaries using the projected unit credit method. The retirement benefits of the employees in the form of gratuity is provided on accrual basis taking into account the actuarial valuation. The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the Statement of Profit and Loss.

Defined Contribution Plans

Retirement benefit in the form of provident fund is a defined contribution scheme. The contributions to the provident fund are charged to the statement of profit and loss for the year when the contributions are due. The company has no obligation, other than the contribution payable to the provident fund.

o. Income tax

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

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 amount in the financial statement. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax assets is realised or the deferred income tax liability is settled. 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.

As the company is having deferred tax asset by concept of prudence, no provisions has been made in the books.

CEETA INDUSTRIES LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

Current tax is recognised in the Statement of Profit and Loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively. Minimum Alternate Tax credit is recognized as deferred tax asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. Such asset is reviewed at each Balance Sheet date and the carrying amount of the MAT credit asset is written down to the extent there is no longer a convincing evidence to the effect that the Company will pay normal income tax during the specified period.

p. Segment reporting

The accounting policies adopted for segment reporting are in line with the accounting policies of the company. Segment revenues and expenses are directly attributed to the related segment. Revenue and expenses like dividend, interest, rent, profit/ loss on sale of assets and investments etc., which relate to the enterprise as a whole and are not allocable to segment on a reasonable basis, have not been included therein.

The Company has two segments viz. granite division engaged in manufacturing/trading granite products and other operations which comprise trading transactions including brokerage, commission, transportation, interest income on short term lending and miscellaneous services.

Segment result includes revenue less operating expenses and provision, if any, for that segment. Segment capital employed represents the net assets in particular segments. Head office income and expenses are considered as unallocable corporate expenditure net of unallocable income.

q. Equity Share Capital

An equity instrument is a contract that evidences residual interest in the assets of the company after deducting all of its liabilities. Par value of the equity shares is recorded as share capital and the amount received in excess of par value is classified as Securities Premium.

Costs directly attributable to the issue of ordinary shares are recognised as a deduction from equity, net of any tax effects.

r. Earnings Per Share

The company reports basic and diluted earnings per equity share in accordance with AS-20 (Earnings Per Share). Basic earnings per equity share has been computed by dividing net profit or loss by the weighted average number of equity shares outstanding for the period. Diluted earnings per equity share, has been computed using the weighted average number of equity shares and dilutive potential equity shares outstanding during the period.

s. Inter Corporate Loans

The Company follows the KYC norms before providing inter-corporate loans of its surplus fund. The Company also covers reasonable securities against loan before / at the time of providing loans. Loans are segregated into secured and unsecured depending upon the securities taken against the loan.

t. Current versus non-current

The Company presents assets and liabilities in statement of financial position based on current / non-current classification.

The Company has presented non-current assets and current assets before equity, non-current liabilities and current liabilities in accordance with Schedule III, Division II of the Companies act, 2013 notified by MCA

As asset is classified as current when it is -

CEETA INDUSTRIES LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

a) Expected to be realized or intended to be sold or consumed in normal operating cycle, b) Held primarily for the purpose of trading, c) Expected to be realized within twelve months after the reporting period, or d) 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 classified as current when

a) Expected to be settled in normal operating cycle, b) Held primarily for the purpose of trading, c) Due to be settled within twelve months after the reporting period, or d) There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

All other liabilities are classified as non-current.

The operating cycle is the time between the acquisition of assets for processing and their realization in cash or cash equivalents.

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

u. Provisions, Contingent Liabilities and Contingent Assets

Provisions involving substantial degree of estimation in measurement are recognized when there is a legal or constructive obligation as a result of past events and it is probable that there will be an outflow of resources and a reliable estimate can be made of the amount of obligation. Provisions are not recognised for future operating losses. The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation.

Contingent liabilities are not recognized and are disclosed by way of notes to the financial statements when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or when there is a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the same or a reliable estimate of the amount in this respect cannot be made.

Contingent assets are not recognised but disclosed in the Financial Statements by way of notes to accounts when an inflow of economic benefits is probable.

v. Statement of Cash Flow

Cash flows are reported using the 'indirect method', whereby profit for the year is adjusted for the effect of transactions of a non-cash nature, any deferrals or accruals of past and future opening cash receipts or payments and item of income and expenses associated with investing or financing cash flow. The cash flow from operating, investing and financing activities of the company are segregated. The company considers all high liquid investments that are readily convertible to known accounts of cash to be cash equivalents.

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NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

Note 3 Property, Plant and Equipments (i) Tangible Assets

| Particulars | Land | | Building | | Plant and equipments | Furniture and Fixtures | Electricalt Installation & equipments | Vehicles | Office equipments | Computer & Accessories | Total |
|-------------------------------|----------|------------|----------|-------------|----------------------|------------------------|---------------------------------------|----------|-------------------|------------------------|-----------------|
| | Freehold | Lease hold | Factory | Non-Factory | | | | | | | |
| GROSS BLOCK (at Cost): | | | | | | | | | | | |
| As at 01. 04. 2020 | 2263.10 | 44.90 | 8662.50 | 1541.81 | 11197.66 | 839.76 | 440.96 | 2398.67 | 886.07 | 664.00 | 28939.43 |
| Additions | - | - | - | - | - | 9.70 | - | - | 76.00 | 191.06 | 276.76 |
| Disposals | - | - | 6266.71 | - | 157.60 | 189.41 | - | - | 239.88 | 111.88 | 6965.47 |
| As at 31. 03. 2021 | 2263.10 | 44.90 | 8662.50 | 1541.81 | 4930.96 | 691.86 | 251.55 | 2398.67 | 722.19 | 743.19 | 22250.73 |
| Additions | - | - | - | - | - | 21.79 | - | 4328.72 | 580.49 | 371.71 | 5302.71 |
| Disposals | - | - | - | - | 4930.96 | 338.52 | 251.55 | 60.17 | 209.19 | 21.00 | 5811.39 |
| As at 31. 03. 2022 | 2263.10 | 44.90 | 8662.50 | 1541.81 | - | 375.13 | - | 6667.21 | 1093.50 | 1093.89 | 21742.04 |
| DEPRECIATION : | | | | | | | | | | | |
| As at 01. 04. 2020 | - | - | 6015.47 | 387.86 | 9800.93 | 600.42 | 419.71 | 1363.84 | 665.74 | 469.81 | 19723.78 |
| Charge for the Year | - | - | 479.26 | 34.40 | 1.95 | 32.02 | 0.74 | 281.17 | 92.75 | 91.75 | 1014.04 |
| Disposals | - | - | - | - | 4976.37 | 149.72 | 181.66 | - | 191.96 | 79.95 | 5579.66 |
| As at 31. 03. 2021 | - | - | 6494.73 | 422.27 | 4826.51 | 482.72 | 238.80 | 1645.01 | 566.52 | 481.61 | 15158.15 |
| Charge for the Year | - | - | 423.54 | 34.40 | - | 32.78 | - | 545.99 | 90.08 | 157.38 | 1284.17 |
| Disposals | - | - | - | - | 4826.51 | 321.60 | 238.80 | 26.19 | 198.72 | 19.95 | 5631.76 |
| As at 31. 03. 2022 | - | - | 6918.27 | 456.67 | - | 193.90 | - | 2164.82 | 457.88 | 619.04 | 10810.57 |
| NET BLOCK: | | | | | | | | | | | |
| As at 31. 03. 2021 | 2263.10 | 44.90 | 2167.77 | 1119.55 | 104.45 | 209.14 | 12.76 | 753.66 | 155.67 | 261.58 | 7092.57 |
| As at 31. 03. 2022 | 2263.10 | 44.90 | 1744.23 | 1085.15 | - | 181.23 | - | 4502.40 | 635.62 | 474.85 | 10931.47 |

(ii) Capital Work-In-Progress

| Particulars | Land | | Building | | Plant and equipments | Furniture and Fixtures | Electrical Installation & equipments | Vehicles | Office equipments | Computer & Accessories | Total |
|--------------------|----------|------------|----------|-------------|----------------------|------------------------|--------------------------------------|----------|-------------------|------------------------|-----------------|
| | Freehold | Lease hold | Factory | Non-Factory | | | | | | | |
| As at 31. 03. 2020 | - | - | - | - | - | - | - | - | - | - | - |
| Additions | - | - | 218.59 | 310.49 | 18.30 | - | - | - | 28.20 | - | 575.58 |
| Disposals | - | - | - | - | - | - | - | - | - | - | - |
| As at 31. 03. 2021 | - | - | 218.59 | 310.49 | 18.30 | - | - | - | 28.20 | - | 575.58 |
| Additions | - | - | 175.34 | 1121.06 | 4563.37 | 246.95 | 6252.47 | - | 79.91 | - | 12439.10 |
| Disposals | - | - | - | - | - | - | - | - | - | - | - |
| As at 31. 03. 2022 | - | - | 393.93 | 1431.55 | 4581.68 | 246.95 | 6252.47 | - | 108.11 | - | 13014.68 |

| (iii) Intangible Assets | | | | | | | |
|-------------------------------|----------------------|---------------------------------|-------------------|-------------------------------------|-------------------------|--------------------|--------|
| Particulars | Brands or trademarks | Mastheads and publishing titles | Copyright potents | Receipts formula models and designs | Licences and franchises | Computer Softwares | Total |
| (₹ in Thousand) | | | | | | | |
| GROSS BLOCK (at Cost): | | | | | | | |
| As at 01. 04. 2020 | - | - | - | - | - | 57.17 | 57.17 |
| Additions | - | - | - | - | - | - | - |
| As at 31. 03. 2021 | - | - | - | - | - | 57.17 | 57.17 |
| Additions | - | - | - | - | - | 57.50 | 57.50 |
| As at 31. 03. 2022 | - | - | - | - | - | 114.67 | 114.67 |
| DEPRECIATION : | | | | | | | |
| As at 01. 04. 2020 | - | - | - | - | - | 43.20 | 43.20 |
| Charge for the Year | - | - | - | - | - | 11.12 | 11.12 |
| As at 31. 03. 2021 | - | - | - | - | - | 54.32 | 54.32 |
| Charge for the Year | - | - | - | - | - | 4.70 | 4.70 |
| As at 31. 03. 2022 | - | - | - | - | - | 59.02 | 59.02 |
| NET BLOCK: | | | | | | | |
| As at 31. 03. 2021 | - | - | - | - | - | 2.86 | 2.86 |
| As at 31. 03. 2022 | - | - | - | - | - | 55.65 | 55.65 |

Foot Notes:

- a) Straight Line Method is used for depreciation of Assets
- b) Company does not observe any change in useful life and residual value of fixed assets held as on 31-03-2022
- c) Entire old plant and equipments are disposed off at realisable value and new plant and equipments acquired for food processing unit are under Capital Work-in- Progress
- d) Ageing for Capital work-in-progress given in Note No.-32

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NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

Note 4
Non- Current Investments
(₹ in Thousand)

| Particulars | 2021-22 | | 2020-21 | |
|--|------------|-----------------|------------|-----------------|
| | Fair Value | Carrying Amount | Fair Value | Carrying Amount |
| (a) Investment in Equity Instruments | 2473.28 | 134.03 | | |
| (b) Investments in Debentures or Bonds | 5003.51 | - | | |
| (c) Investments in Mutual Funds | 7476.78 | 134.03 | | |
| Total (A) | - | - | | |
| Less: Provision for diminution in the value of Investments | 7476.78 | 134.03 | | |
| Total | | | | |

| Particulars | 2021-22 | | 2020-21 | |
|--|------------|-----------------|------------|-----------------|
| | Fair Value | Carrying Amount | Fair Value | Carrying Amount |
| Aggregate amount of quoted investments | 3.54 | 3.54 | | |
| Aggregate amount of unquoted investments | 7473.25 | 130.49 | | |

(₹ in Thousand)

Details of Non-Current Investments

| Sr. No. | Name of the Body Corporate | Subsidiary / Associate / Controlled Entity / Other | No. of Shares / Units | | Quoted / Unquoted | Partly Paid / Fully paid | Extent of Holding (%) | | Amount | | Basis of Valuation | |
|---------|---|--|-----------------------|---------|-------------------|--------------------------|-----------------------|---------|---------|---------|--------------------|------------|
| | | | 2021-22 | 2020-21 | | | 2021-22 | 2020-21 | 2021-22 | 2020-21 | | |
| (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | (9) | (10) | (11) | (12) | (13) |
| (a) | Investment in Equity Instruments | | | | | | | | | | | |
| | Himalaya Granite Ltd. | N.A. | 100 | 100 | Quoted | Fully Paid | N.A. | N.A. | 3.54 | 3.54 | 3.54 | Fair Value |
| | Kingstone Krystals Ltd. | Others (Group Co.) | 13000 | 13000 | Unquoted | Fully Paid | 19.26 | 19.26 | 130.49 | 2469.74 | 130.49 | Fair Value |
| (b) | Investments in Debentures or Bonds | | | | | | | | | | | |
| | Unity Small Finance Bank Ltd. (NCD) | Others | 50 | - | Unquoted | Fully Paid | N.A. | N.A. | 5003.51 | 5003.51 | - | Fair Value |
| (c) | Investments in Mutual Funds | | | | | | | | | | | |
| | Total | | | | | | | | 5137.53 | 7476.78 | 134.03 | |

CEETA INDUSTRIES LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

Note 5

Loans

(₹ in Thousand)

| Particulars | 2021-22 | 2020-21 |
|--|------------------|------------------|
| | Amount | Amount |
| Non- Current | | |
| a. Loans to related parties - Repayable on Demand | | |
| Unsecured, considered good - | - | - |
| b. Loans to other parties - Repayable on Demand | | |
| Secured, considered good | | |
| (Secured by Charge taken on Immovable property) | 48250.00 | 48250.00 |
| Unsecured, considered good 82228.60 | 82928.79 | |
| | 130478.60 | 131178.79 |
| Total | 130478.60 | 131178.79 |
| Current | | |
| a. Loans to related parties - Repayable on Demand | | |
| Unsecured, considered good - | 11000.00 | |
| | - | 11000.00 |
| b. Loans to other parties - Repayable on Demand | | |
| Unsecured, considered good - | - | - |
| | - | - |
| Total | - | 11000.00 |

Note 6

Other Financial Assets

(₹ in Thousand)

| Particulars | 2021-22 | 2020-21 |
|-----------------------------------|-----------------|-----------------|
| | Amount | Amount |
| Non-Current | | |
| Security Deposits | 2579.59 | 1529.47 |
| Interst accrued and due (Secured) | 10856.25 | 10856.25 |
| Others | - | - |
| Total | 13435.84 | 12385.72 |
| Current | | |
| Interst accrued and due | 5558.92 | 7671.43 |
| Total | 5558.92 | 7671.43 |

Note 7

Deffered Tax Assets/(Liabilities)- (Net)

(₹ in Thousand)

| Particulars | 2021-22 | 2020-21 |
|---|----------------|---------------|
| | Amount | Amount |
| Deffered Tax Assets/(Liabilities) in relation to | | |
| Property, Plant and Equipments and Intangible assets | 207.67 | 0.00 |
| Provison for Doubtful Debts on Receivables | 309.09 | 159.65 |
| Unrealised Gain on Securities carried at fair value through OCI | (500.31) | 0.00 |
| MAT Credit Entitlement | 8930.90 | 0.00 |
| Net Deffered Tax Liabilities | 8947.34 | 159.65 |

Foot Note:

- Deffered tax on account of difference in carrying cost as per books and written down value as per Inome Tax of Property, Plant & Equipments and Intangible assets determined at the rate of 25.168%
- Deffered tax on account of difference in expenses related to provision for doubtful debts as per books and income tax determined at the rate of 25.168%
- Deffered tax on account of unrealised gain on unlisted equities carried at fair value through OCI determined at the rate of 20.80% and on mutual fund at the rate of 15.60%

CEETA INDUSTRIES LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

Note 8. Current investments (₹ in Thousand)

| Particulars | (₹ in Thousand) | |
|---|-----------------------|----------------------------|
| | 2021-22 Fair Value | 2020-21 Carrying Amount |
| (a) Investment in Equity Instruments | - | - |
| (b) Investments in Debentures or Bonds | - | - |
| (c) Investments in Mutual Funds | 33922.12 | 80620.08 |
| Total (A) | 33922.12 | 80620.08 |
| Less : Provision for diminution in the value of Investments | - | - |
| Total | 33922.12 | 80620.08 |

| Particulars | (₹ in Thousand) | |
|--|-----------------------|----------------------------|
| | 2021-22 Fair Value | 2020-21 Carrying Amount |
| Aggregate amount of quoted investments | 33922.12 | 80620.08 |
| Aggregate amount of unquoted investments | - | - |

(₹ in Thousand)

| Sr. No. | Name of the Body Corporate | Subsidiary / Associate / Controlled Entity /Other | No. of Shares / Units | | Quoted / Unquoted | Partly Paid / Fully paid | Extent of Holding (%) | | Amount | | Basis of Valuation | |
|---------|---|---|-----------------------|----------------|-------------------|--------------------------|-----------------------|-----------------|-------------------------|--------------------|--------------------|-------------------------|
| | | | 2021-22 (4) | 2020-21 (5) | | | 2021-22 (8) | 2020-21 (9) | Carrying Amount (10) | Fair Value (11) | | Carrying Amount (12) |
| (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | (9) | (10) | (11) | (12) | (13) |
| (a) | Investment in Equity Instruments | | | | | | | | | | | |
| (b) | Investments in Debentures or Bonds | | | | | | | | | | | |
| (c) | in Mutual Funds | | | | | | | | | | | (Investments) |
| | ABSL Liquid Fund- Daily Dividend -Direct-Reinvestment | Others | - | 157,034,217 | Quoted | Fully Paid | N.A. | N.A. | - | - | 15733.92 | Fair Value |
| | ABSL Liquid Fund- Growth -Direct | Others | - | 56,144,562 | Quoted | Fully Paid | N.A. | N.A. | - | - | 18503.76 | Fair Value |
| | ABSL Low Duration Fund- Growth -Direct | Others | - | 23,214,795 | Quoted | Fully Paid | N.A. | N.A. | - | - | 12575.00 | Fair Value |
| | HDFC Low Duration Fund- Regular Plan-Growth | Others | 139,159,704 | - | Quoted | Fully Paid | N.A. | N.A. | 6441.01 | 6514.72 | - | Fair Value |
| | Kotak Low Duration Fund- Regular Plan- Growth | Others | 5,531,753 | - | Quoted | Fully Paid | N.A. | N.A. | 15023.16 | 15092.19 | - | Fair Value |
| | ICICI Prudential Ultra Short Term Fund- Growth | Others | 446,269,803 | 1,647,874,687 | Quoted | Fully Paid | N.A. | N.A. | 9692.28 | 10005.46 | 33807.41 | Fair Value |
| | ICICI Prudential Floating Interest Fund- Growth | Others | 6,847,082 | - | Quoted | Fully Paid | N.A. | N.A. | 2300.00 | 2309.75 | - | Fair Value |
| | Total | | | | | | | 33456.45 | 33922.12 | 80620.08 | | |

CEETA INDUSTRIES LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

Note 9

Other Non-Current Assets

(₹ in Thousand)

| Particulars | 2021-22 | 2020-21 |
|----------------------------|----------------|----------------|
| | Amount | Amount |
| Gratuity Fund- TATA AIG | 2324.66 | 2187.91 |
| Advance to Govt. Authority | - | - |
| Other Advance | - | - |
| Total | 2324.66 | 2187.91 |

Note 10

Inventories

(₹ in Thousand)

| Particulars | 2021-22 | 2020-21 |
|--|--------------|----------------|
| | Amount | Amount |
| a. Raw Materials and components (Valued at Cost) | - | - |
| b. Finished goods (Valued at Cost) | 14.82 | 1712.07 |
| c. Stock-in-trade (Valued at Cost) | - | - |
| d. Other Stores and Spares (Valued at Cost) | - | - |
| Total | 14.82 | 1712.07 |

Note 11

Trade Receivables

(₹ in Thousand)

| Particulars | 2021-22 | 2020-21 |
|--|----------------|----------------|
| | Amount | Amount |
| Trade Receivable-Unsecured, considered good | 64.97 | 4329.74 |
| Trade receivables which have significant increase in credit risk | 2456.21 | 2456.21 |
| | 2521.18 | 6785.95 |
| Less: Allowance for Doubtful debts | 1228.11 | 614.05 |
| Total Trade receivables | 1293.07 | 6171.90 |

The movement for allowance for doubtful debts during the year in respect of trade receivables containing significant credit risk are as follows:

(₹ in Thousand)

| Particulars | 2021-22 | 2020-21 |
|--|----------------|---------------|
| | Amount | Amount |
| Opening balances | 614.05 | 0.00 |
| Impairment loss recognised | 614.05 | 614.05 |
| Less: Allowances provided earlier written off as bad debts | - | - |
| Closing balance | 1228.11 | 614.05 |

Foot Note- Ageing Schedules of Trade Receivables given in Note No.31

Note 12

Cash and Cash equivalents

(₹ in Thousand)

| Particulars | 2021-22 | 2020-21 |
|----------------------------------|-----------------|----------------|
| | Amount | Amount |
| Cash and Cash equivalents | | |
| Balance With Bank | | |
| -On Current Account | 22279.47 | 2685.92 |
| Cash- in -hand | 258.09 | 307.76 |
| Total | 22537.56 | 2993.67 |
| Other Bank Balances | | |
| Margin Money | - | - |
| Fixed deposit with Bank | - | - |
| Total | - | - |

CEETA INDUSTRIES LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

Note 13

Current Tax Assets / (Liabilities) -(net)

(₹ in Thousand)

| Particulars | 2021-22 | 2020-21 |
|-------------------------------|----------------|----------------|
| | Amount | Amount |
| Advance Taxes and TDS | 2935.85 | 3598.89 |
| Less:Provision for Income Tax | 1793.39 | 1692.16 |
| Total | 1142.46 | 1906.72 |

Note 14

Other Current Assets

(₹ in Thousand)

| Particulars | 2021-22 | 2020-21 |
|---|-----------------|----------------|
| | Amount | Amount |
| Pre- Operative Expenses | 500.00 | 500.00 |
| Advance against Purchase | 25651.49 | 0.00 |
| Prepaid Expenses | 258.57 | 206.98 |
| Advance to Govt. Authority (GST Input and others) | 3620.29 | 1532.51 |
| Advance Against Expenses | 158.88 | 248.55 |
| Other Receivables | 30.40 | 201.47 |
| Total | 30219.63 | 2689.51 |

Note 15

Share capital

(₹ in Thousand)

| Particulars | 2021-22 | 2020-21 |
|--|-----------------|-----------------|
| | Amount | Amount |
| a) Authorised | | |
| 150000 - 15% Non Cumulative Redeemable Preference Shares of Rs. 100/- each | 15000.00 | 15000.00 |
| 75000000 Equity Shares of Re.1/- each | 75000.00 | 75000.00 |
| | 90000.00 | 90000.00 |
| b) Issued | | |
| 14502400 Equity Shares of Re. 1/- each | 14502.40 | 14502.40 |
| c) Subscribed & Paid up | | |
| 14502400 Equity Shares of Re. 1/- each | 14502.40 | 14502.40 |
| Total | 14502.40 | 14502.40 |

d) Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period

| Particulars | 2021-22 | 2020-21 |
|---|-------------------|-------------------|
| | Number | Number |
| Shares outstanding at the beginning of the year | 14,502,400 | 14,502,400 |
| Shares Issued during the year | - | - |
| Shares bought back during the year | - | - |
| Shares outstanding at the end of the year | 14,502,400 | 14,502,400 |

e) Terms/rights attached to equity shares:

The company has only one class of equity shares having a par value of Re.1/- per share. Each holder of equity shares is entitled to one vote per share. No dividend proposed by the Board of Directors for the year ended 31st March, 2022. In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders

CEETA INDUSTRIES LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

f) Shares in the company held by each shareholder holding more than 5 percent shares-

| Name of Shareholder | 2021-22 | | 2020-21 | |
|---|--------------------|--------------|--------------------|--------------|
| | No. of Shares held | % of Holding | No. of Shares held | % of Holding |
| 1) Coronation Refrigeration Industries Ltd. | 2250000 | 15.515 | 2250000 | 15.515 |
| 2) Likhani Trading & Mfg. Co. Ltd. | 2888000 | 19.910 | 2888000 | 19.910 |
| 3) Nouveau Metal Industries Ltd. | 1177500 | 8.119 | 1177500 | 8.119 |
| 4) Rashmi Properties & Investments Ltd. | 2889000 | 19.920 | 2889000 | 19.920 |

g) Shares held by Promoters/ promoters group at the end of the year

| Name of Promoters | No. of Shares held | % of Total Holding | % of change during the year |
|---|--------------------|--------------------|-----------------------------|
| 1) Anubhav Poddar | 100 | 0.001 | - |
| 2) Coronation Refrigeration Industries limited | 2250000 | 15.515 | - |
| 3) Krishna Murari Poddar | 150000 | 1.034 | - |
| 4) Likhani Trading and Manufacturing Company Ltd. | 2888000 | 19.914 | - |
| 5) Nouveau Metal Industries Ltd. | 1177500 | 8.119 | - |
| 6) Rashmi Properties & Investments Ltd. | 2889000 | 19.921 | - |
| 7) Tetron Capital Limited | 420700 | 2.901 | - |
| 8) Vaibhav Heavy Vehicles Limited | 654000 | 4.510 | - |
| 9) Vrinda Poddar | 100 | 0.001 | - |
| Total | 10,429,300 | 71.914 | - |

h) The Company does not have any Holding Company.

i) The Company has not reserved Equity Shares for issue under the Employee Stock Option Scheme.

j) None of the securities are convertible into shares at the end of the reporting period.

k) The Company has not forfeited any shares during the year.

Note 16

Other Equity

(₹ in Thousand)

| Particulars | 2021-22 | 2020-21 |
|---|------------------|------------------|
| | Amount | Amount |
| a. Capital Reserves- Restructuring of Debt. | | |
| Opening Balance | 132995.44 | 132995.44 |
| (+) Current Year Transfer / (-) Written Back in Current Year | - | - |
| Closing Balance | 132995.44 | 132995.44 |
| b. Capital Redemption Reserve | | |
| Opening Balance | 13300.00 | 13300.00 |
| (+) Current Year Transfer / (-) Written Back in Current Year | - | - |
| Closing Balance | 13300.00 | 13300.00 |
| c. Other Reserves (Capital Reserve on Forfeiture of Shares) | | |
| Opening Balance | 91.00 | 91.00 |
| (+) Current Year Transfer / (-) Written Back in Current Year | 91.00 | - |
| Closing Balance | - | 91.00 |
| d. Retained Earning | | |
| Opening balance | 95611.68 | 90938.38 |
| Add: Net Profit/(Loss) For the current year | 4798.87 | 4673.31 |
| (+) MAT Credit Entitlement Recognised in books | 9678.18 | - |
| (+) Transfer from Capital Reserve on Forfeiture of shares) | 91.00 | - |
| Closing Balance | 110179.73 | 95611.68 |
| e. Other Comprehensive income : | | |
| Opening Balance | - | - |
| Add: Investments carried at FVTOCI | 2304.62 | - |
| Less: Transferred to Retained Earning | - | - |
| Closing Balance | 2304.62 | - |
| Total | 258779.79 | 241998.13 |

CEETA INDUSTRIES LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

Note 17

| Borrowings | (₹ in Thousand) | |
|--|-----------------|----------------|
| | 2021-22 | 2020-21 |
| Particulars | Amount | Amount |
| Non- Current | | |
| Secured : | | |
| Unsecured : | | |
| from Related parties - Repayable on Demand | - | 7500.00 |
| Total | - | 7500.00 |
| Current | | |
| Secured : | - | - |
| Unsecured : | - | - |
| Total | - | - |

Note 18

| Other Current Financial Liabilities | (₹ in Thousand) | |
|---------------------------------------|-----------------|---------------|
| | 2021-22 | 2020-21 |
| Particulars | Amount | Amount |
| Advance from Buyers | - | - |
| Sundry Creditors | 2682.21 | - |
| Interest accrues and due on borrowing | - | 153.96 |
| Total | 2682.21 | 153.96 |

Note 19

| Other Current Liabilities | (₹ in Thousand) | |
|-------------------------------|-----------------|----------------|
| | 2021-22 | 2020-21 |
| Particulars | Amount | Amount |
| TDS Payable | 146.40 | 85.72 |
| Statutory Liabilities payable | 40.83 | 70.18 |
| Liability for Expenses | 1367.57 | 1157.91 |
| Other liabilities Payable | 90.69 | 11.51 |
| Total | 1645.49 | 1325.33 |

Note 20

| Provisions | (₹ in Thousand) | |
|--|-----------------|----------------|
| | 2021-22 | 2020-21 |
| Particulars | Amount | Amount |
| (a) Provision for employee benefits | | |
| Contribution to PF | 42.18 | 36.38 |
| Gratuity (Funded) | 2345.66 | 2248.67 |
| | 2387.83 | 2285.05 |
| (b) Others | - | - |
| Total | 2387.83 | 2285.05 |

Note 21

| Revenue from operations | (₹ in Thousand) | |
|--------------------------|-----------------|-----------------|
| | 2021-22 | 2020-21 |
| Particulars | Amount | Amount |
| Sale of products | 8020.73 | 14470.52 |
| Sale of service | - | - |
| Other operating revenues | 289.40 | 235.98 |
| Total | 8310.13 | 14706.49 |

CEETA INDUSTRIES LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

Note 22

Other income

(₹ in Thousand)

| Particulars | 2021-22 | 2020-21 |
|--|-----------------|-----------------|
| | Amount | Amount |
| a) Interest Income | 16228.64 | 17022.73 |
| b) Net gain/loss on sale of investments | 3953.29 | 568.74 |
| c) Dividend Income | 74.35 | 785.90 |
| d) Other non-operating income (net of expenses) | 32.28 | 91.39 |
| e) Net Profit on Sale of Fixed Assets | 4275.37 | 2623.84 |
| f) Net gain/loss on foreign currency translation and transaction (other than considered as finance cost) | 67.73 | -2.33 |
| g) Rent Income | 304.00 | 358.75 |
| Total | 24935.66 | 21449.02 |

Note 23

Cost of Materials Consumed

(₹ in Thousand)

| Particulars | 2021-22 | 2020-21 |
|---------------------|----------|----------------|
| | Amount | Amount |
| Opening Stock | - | 2895.34 |
| Add: Purchase | - | 2887.98 |
| Less: Closing Stock | - | - |
| Total | - | 5783.32 |

Note 24

Purchase of Stock-in-Trade

(₹ in Thousand)

| Particulars | 2021-22 | 2020-21 |
|----------------------------|----------------|----------------|
| | Amount | Amount |
| Purchase of Tradable Items | 3970.20 | 5128.25 |
| Total | 3970.20 | 5128.25 |

Note 25

Changes in inventories of finished goods, work-in-progress and Stock-in-Trade

(₹ in Thousand)

| Particulars | 2021-22 | 2020-21 |
|--|----------------|------------------|
| | Amount | Amount |
| Opening Stock : | | |
| Finished Goods | 1712.07 | 260.61 |
| Traded Items | - | - |
| | 1712.07 | 260.61 |
| Closing Stock : | | |
| Finished Goods | 14.82 | 1712.07 |
| Traded Items | - | - |
| | 14.82 | 1712.07 |
| Net Decrease / (increase) in Finished Goods | 1697.25 | (1451.47) |

Note 26

Employee Benefits Expense

(₹ in Thousand)

| Particulars | 2021-22 | 2020-21 |
|--|----------------|----------------|
| | Amount | Amount |
| (a) Salaries and incentives | 6083.04 | 4591.52 |
| (b) Contributions to Provident fund | 472.12 | 365.36 |
| (c) Gratuity Fund Contributions | 172.45 | 1113.50 |
| (d) Social security and other benefit plans for overseas employees | 26.12 | 156.55 |
| (e) Staff welfare expenses | 239.90 | 150.49 |
| Total | 6993.62 | 6377.43 |

Note 27

Finance costs

(₹ in Thousand)

| Particulars | 2021-22 | 2020-21 |
|------------------|---------------|---------------|
| | Amount | Amount |
| Interest expense | 267.74 | 791.47 |
| Bank Charges | 10.34 | 19.15 |
| Total | 278.08 | 810.63 |

CEETA INDUSTRIES LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

Note 28

Other expenses

(₹ in Thousand)

| Particulars | 2021-22 | 2020-21 |
|--|-----------------|-----------------|
| | Amount | Amount |
| Loading & Unloading Charges | - | 4.00 |
| Job Work Charges | - | 1763.73 |
| Packing & Forwarding Charges | - | 1233.86 |
| Advertisement and Publicity | 149.61 | 140.32 |
| Telephone & Internet Expenses | 195.41 | 201.62 |
| Postage & Courier Charges | 245.08 | 80.27 |
| Electricity Charges | 614.61 | 519.62 |
| Insurance . | 120.90 | 160.34 |
| Legal & Professional Charges | 448.58 | 625.18 |
| Managerial Remuneration | 896.15 | 1087.71 |
| Printing & Stationary | 367.59 | 128.81 |
| Rates and taxes (including Excise, Service Tax, VAT and GST) | 491.72 | 88.54 |
| Rent (Office & Factory Space) | 1189.50 | 1644.91 |
| Equipments Hire Charges | - | 6.60 |
| Repairs and Maintenance - Office & others | 682.93 | 760.71 |
| Repairs & Maintenance - Factory | 2500.13 | 1164.61 |
| Marketing and Research Expenses | 291.42 | - |
| Security Service Charges | 1049.55 | 975.48 |
| Other Service Charges | 278.20 | 196.15 |
| Stock Exchange Listing Fee | 300.00 | 300.00 |
| Conveyance Expenses | 73.61 | 145.15 |
| Travelling Expenses | 412.41 | 293.25 |
| Vehicle Running and Maintenance Expenses | 521.43 | 425.29 |
| Selling and Distribution Expenses | 938.50 | - |
| Miscellaneous Expenditure | 423.88 | 486.06 |
| Payments to the auditor as | | |
| a. Statutory Audit fees | 48.00 | 48.00 |
| b. for Tax Audit and other taxation matters | - | 12.00 |
| c. for GST and internal Audits | 10.00 | 28.00 |
| Sundry balance written off | 6.36 | - |
| Provision for Doubtful Debts | 614.05 | 614.05 |
| Total | 12869.60 | 13134.27 |

Note 29

Earning Per Share

(₹ in Thousand)

| Particulars | 2021-22 | 2020-21 |
|--|----------|----------|
| | Amount | Amount |
| Profit After Tax | 4798.87 | 4673.31 |
| No of Equity Shares | 14502.40 | 14502.40 |
| Basic and diluted earning per equity share (in rupees) | 0.33 | 0.32 |

CEETA INDUSTRIES LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

Note 30

(₹ in Thousand)

a) Contingent liabilities and commitments (to the extent not provided for)

| Particulars | 2021-22 | 2020-21 |
|---|----------------|----------------|
| | Amount | Amount |
| Contingent Liabilities | | |
| (a) Claims against the company not acknowledged as debt | | |
| (i) Sales Tax Demand for 1988-89 is under dispute and pending with Orissa Sales Tax Tribunal, Cuttack | 2049.05 | 2049.05 |
| (ii) Sales Tax Demand for 1998-99 is under dispute and pending with appellate authority of Rajasthan Tax Board, Ajmer. (Rajasthan State Tax Rs.791025/- and Rs.2496/- as Central Sales Tax) | 793.52 | 793.52 |
| (iii) Sales Tax Demand for 2016-17 is under dispute and an appeal filed on 08-09-20 before Addl. Commissioner GR-2 (Appeal)-I, Gorakhpur,UP (under UP VAT Rs. 46979/- and CST Rs. 486737/-) | 533.72 | 533.72 |
| (iv) Sales Tax Demand for 2017-18 is under dispute and an appeal filed on 27-04-22 before Addl. Commissioner GR-2 (Appeal)-I, Gorakhpur,UP.(under UP VAT Rs. 623939/- and CST Rs. 373028/-) | 996.97 | - |
| | 4373.25 | 3376.29 |
| Commitments | - | - |
| | 4373.25 | 3376.29 |

b) In the opinion of the Board, all assets other than fixed assets and non current investments, have a realisable value in the ordinary course of business which is not different from the amount at which it is stated except those specifically mentioned in the notes on financial statement.

CEETA INDUSTRIES LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

Note 31

Ageing for Trade Receivables – current outstanding as at March 31, 2022 is as follows:

(₹ in Thousand)

| Particulars | Not Due | Outstanding for following periods from due date of payment | | | | | Total |
|---|---------|--|------------------|-------------|------------------|-------------------|---------|
| | | Less than 6 months | 6 months -1 year | 1 - 2 years | 2 - 3years years | More than 3 years | |
| Trade receivables - Billed | | | | | | | |
| Undisputed trade receivables – considered good | - | - | - | 64.97 | - | - | 64.97 |
| Undisputed trade receivables – which have significant increase in credit risk | - | - | - | - | - | - | - |
| Undisputed trade receivables – credit impaired | - | - | - | - | - | - | - |
| Disputed trade receivables – considered good | - | - | - | - | - | - | - |
| Disputed trade receivables – which have significant increase in credit risk | - | - | - | - | - | 2456.21 | 2456.21 |
| Disputed trade receivables – credit impaired | - | - | - | - | - | - | - |
| TOTAL | - | - | - | 64.97 | - | 2456.21 | 2521.18 |
| Less: Allowance for doubtful trade receivables - Billed | - | - | - | - | - | 1228.11 | 1228.11 |
| Net Trade Receivable- Billed | - | - | - | - | - | - | 1293.07 |
| Trade receivables - Unbilled | | | | | | | - |
| Total Trade Receivable | - | - | - | 64.97 | - | 1228.10 | 1293.07 |

Ageing for Trade Receivables – current outstanding as at March 31, 2021 is as follows:

| Particulars | Not Due | Outstanding for following periods from due date of payment | | | | | Total |
|---|---------|--|------------------|-------------|------------------|-------------------|---------|
| | | Less than 6 months | 6 months -1 year | 1 - 2 years | 2 - 3years years | More than 3 years | |
| Trade receivables - Billed | | | | | | | |
| Undisputed trade receivables – considered good | - | 4126.74 | 203.00 | - | - | - | 4329.74 |
| Undisputed trade receivables – which have significant increase in credit risk | - | - | - | - | - | - | - |
| Undisputed trade receivables – credit impaired | - | - | - | - | - | - | - |
| Disputed trade receivables – considered good | - | - | - | - | - | - | - |
| Disputed trade receivables – which have significant increase in credit risk | - | - | - | - | 2456.21 | - | 2456.21 |
| Disputed trade receivables – credit impaired | - | - | - | - | - | - | - |
| TOTAL | - | 4126.74 | 203.00 | - | 2456.21 | - | 6785.95 |
| Less: Allowance for doubtful trade receivables - Billed | - | - | - | - | 614.05 | - | 614.05 |
| Net Trade Receivable- Billed | - | - | - | - | - | - | 6171.90 |
| Trade receivables - Unbilled | | | | | | | - |
| Total Trade Receivable | - | 4126.74 | 203.00 | - | 1842.16 | - | 6171.90 |

Note 32

Ageing for Capital work-in-progress as at March 31, 2022 is as follows:

(₹ in Thousand)

| Particulars | Less than 1 year | 1 - 2years | 2 - 3years | More than 3 years | Total |
|-----------------------------------|------------------|------------|------------|-------------------|----------|
| Capital work– in- progress | | | | | |
| Projects in progress | 12439.10 | 575.58 | - | - | 13014.68 |
| TOTAL | 12439.10 | 575.58 | - | - | 13014.68 |

Ageing for Capital work-in-progress as at March 31, 2021 is as follows:

| Particulars | Less than 1 year | 1 - 2years | 2 - 3years | More than 3 years | Total |
|-----------------------------------|------------------|------------|------------|-------------------|--------|
| Capital work– in- progress | | | | | |
| Projects in progress | 575.58 | - | - | - | 575.58 |
| TOTAL | 575.58 | - | - | - | 575.58 |

CEETA INDUSTRIES LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

Note 33

Ageing for Trade Payable – current outstanding as at March 31, 2022 is as follows:

(₹ in Thousand)

| Particulars | Not Due | Less than 1 year | 1 - 2 years | 2 - 3 years | More than 3 years | Total |
|------------------------|---------|------------------|-------------|-------------|-------------------|---------|
| Trade Payable - Billed | | | | | | |
| MSME | - | - | - | - | - | - |
| Others | - | 1062.00 | 293.90 | - | - | 1355.90 |
| Disputed Dues- MSME | - | - | - | - | - | - |
| Disputed Dues- Others | - | - | - | - | - | - |

Ageing for Trade Payable – current outstanding as at March 31, 2021 is as follows:

| Particulars | Not Due | Less than 1 year | 1 - 2 years | 2 - 3 years | More than 3 years | Total |
|------------------------|---------|------------------|-------------|-------------|-------------------|--------|
| Trade Payable - Billed | | | | | | |
| MSME | - | - | - | - | - | - |
| Others | - | 717.63 | - | - | - | 717.63 |
| Disputed Dues- MSME | - | - | - | - | - | - |
| Disputed Dues- Others | - | - | - | - | - | - |

Note 34

Tax Expenses and Reconciliation (As per Ind-AS 12)

a) Income Tax expenses recognised

(₹ in Thousand)

| Particulars | Year ended 31st March, 2022 | Year ended 31st March, 2021 |
|--|-----------------------------|-----------------------------|
| Current Tax (Net of MAT Credit) | 959.11 | 834.27 |
| MAT credit utilized/ (Entitlement) | 747.28 | 1048.49 |
| Deferred Tax Liability / (Assets)- Net | (357.10) | (159.65) |
| Income Tax for earlier Year | - | - |
| Total | 1349.29 | 1723.11 |

b) Reconciliation of estimated Income Tax expense at Indian statutory tax rates to Income tax expenses reported in statement of profit and loss

(₹ in Thousand)

| Particulars | Year ended 31st March, 2022 | Year ended 31st March, 2021 |
|--|-----------------------------|-----------------------------|
| Income before Tax | 6148.16 | 5347.93 |
| Applicable Tax Rate | 26.00% | 26.00% |
| Estimated income Tax Expenses | 1598.52 | 1390.46 |
| Tax effect of adjustments to reconcile expected Income Tax Expense to reported Income Tax Expenses | | |
| Effect of difference in Deferred tax rate | 10.21 | - |
| Effect of Deferred tax provision on closing value of Fixed Assets | (207.66) | - |
| Effect of Unrealized Gain on Fixed Assets | 38.91 | 353.05 |
| Additional Allowance of Depreciation for Tax Purpose | (90.69) | (20.40) |
| Income Tax paid for Earlier Year | - | - |
| Total Tax | 1349.29 | 1723.11 |
| Effective Tax Rate | 21.95 % | 32.22 % |

** During the year ended 31st March, 2021 and 2022 the company has elected to exercise the option of tax rate of 25% plus cess to avail MAT credit available and not opted section 115BAA of the income tax Act, 1961.

Note 35

FINANCIAL RISK MANAGEMENT (As per Ind- AS 107)

Financial risk factors

The Company's activities expose it to a variety of financial risks: market risk, foreign currency risk, liquidity risk and credit risk.

a) Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises two types of risks: Currency risk, interest rate risk and others price risk. Financial instruments affected by market risk include borrowings, investments, trade payables, trade receivables, loans, and derivative financial instruments.

i) Foreign Currency Risk

The primary market risk to the Company is foreign exchange risk. In the Company financial risk relating to change in exchange rate is very nominal as volume of export sales is very low and for short period. Hence, the company does not use hedging strategy in foreign currency. Further, there are no borrowings in foreign currency as of 31st March 2022 and 31st March 2021.

CEETA INDUSTRIES LIMITED

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ii) Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. Company does not have any exposure to the future cash flows resulting from change in interest rate as the Company's net obligations and asset carries fixed interest rate.

iii) Others Price Risk

The Company's exposure to equity securities price risk from movement in market price of related securities classified either as fair value through OCI or as fair value through Statement of Profit and Loss.

b) Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting its obligations associated with its financial liabilities. The Company determines its liquidity requirement in the short, medium and long term.

The Company's principle source of liquidity are cash and cash equivalent, bank balances, cash flows from operations and investment in mutual funds. The Company believes that working capital is sufficient to meet its current requirements. Accordingly, no liquidity risk is perceived.

Maturity analysis

The table below summaries Maturity analysis of the company financial liabilities as on 31st March, 2022 and 2021

(₹ in Thousand)

| Particulars | Year Ended 31st March, 2022 | Year Ended 31st March, 2021 |
|-----------------------------|-----------------------------|-----------------------------|
| Interest Bearing Borrowings | - | 7500.00 |
| Interest on borrowings | - | 153.96 |
| Trade Payable | 1355.90 | 717.63 |
| Other Financial Liabilities | 2682.21 | 153.96 |
| Total | 4038.11 | 8525.55 |

c) Credit Risk

Credit risk is the risk that counter party will not meet its obligation under a financial instrument leading to a financial loss. The company is exposed to credit risk from investments, trade receivables, cash and cash equivalents, bank balances, loans and other financial assets.

The maximum exposure of financial asset to credit risk are as follows:

(₹ in Thousand)

| Particulars | As on 31st March, 2022 | As on 31st March, 2021 |
|---------------------------|------------------------|------------------------|
| Investments | 41398.90 | 80754.11 |
| Cash and Cash Equivalents | 22537.56 | 2993.67 |
| Loans | 130478.60 | 142178.79 |
| Trade receivables | 1293.07 | 6171.90 |
| Other Financial Assets | 18994.76 | 20057.15 |

Credit risk on cash and cash equivalent and bank balances are limited as the Company generally invest in deposits with recognised banks. Investments primarily include investments in equities, mutual fund units, quoted bonds and investment in associates. Loan is provided to other companies which is repayable on demand. Trade receivables are unsecured and are derived from revenue from customers who are primarily private Sector Undertakings and hence the risk is limited. Other financial assets primarily include the security deposit and interest accrued and due.

Note 36

CAPITAL MANAGEMENT

For the purpose of managing capital, Capital includes issued equity share capital and reserves attributable to the equity shareholders.

The objectives of the company's capital management are to:

- Safeguard their ability to continue as going concern so that they can continue to provide benefits to their shareholders.
- Maximise the wealth of the shareholder.
- Maintain optimum capital structure to reduce the cost of the capital.

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The Company manages its capital structure and makes adjustment in light of changes in economic conditions and requirement of financial covenants. In order to maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares.

In order to achieve this overall objective, the Company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the loans and borrowings that define capital structure requirements. There have been no breaches in the financial covenants of any loans and borrowing in the current period.

No changes were made in the objectives, policies or processes for managing capital during the years ended 31st March 2022 and 31st March 2021.

Note 37

DISCLOSURES IN ACCORDANCE WITH INDAS 19 (2015) ON "EMPLOYEES BENEFITS":

a) Defined Contribution Plans

The Company made contributions towards Provident Fund, a defined contribution retirement benefit plan for qualifying employees. The Provident Fund Plan is operated by the Regional Provident Fund Commissioner. The contribution payable to these plans by the company are at rates specified in the rules of the scheme.

Expenses recognised for Defined Contribution Plan (₹ in Thousand)

| Particulars | Year Ended 31st March, 2022 | Year Ended 31st March, 2021 |
|--|-----------------------------|-----------------------------|
| Company's Contribution to Provident fund | 472.12 | 365.36 |

b) Defined Benefit Plans

a. Gratuity

The Group provides for gratuity, a defined benefit retirement plan ('the Gratuity Plan') covering eligible employees. The Gratuity Plan provides a lumpsum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and the tenure of employment with the Group. Liabilities with regard to the Gratuity Plan are determined by actuarial valuation, performed by an independent actuary, at each Balance Sheet date using the projected unit credit method. The Company contributes all ascertained liabilities to the Gratuity Fund maintained with TATA AIA Life Insurance Company Ltd.

The Group recognises the net obligation of a defined benefit plan in its Balance Sheet as an asset or liability. Gains and losses through remeasurements of the net defined benefit liability/(asset) are recognised in other comprehensive income and are not reclassified to profit or loss in subsequent periods. The actual return of the portfolio of plan assets, in excess of the yields computed by applying the discount rate used to measure the defined benefit obligation is recognised in other comprehensive income. The effect of any plan amendments is recognised in net profit in the profit or loss.

Change in present value of defined benefit obligation (₹ in Thousand)

| Particulars | Year Ended 31st March, 2022 | Year Ended 31st March, 2021 |
|--|-----------------------------|-----------------------------|
| Defined benefit obligation at the beginning of the year | 2248.67 | 1135.17 |
| Current Service Cost** | 172.45 | 1113.50 |
| Benefit payments from plan assets | (75.46) | - |
| Remeasurements Gain / (loss) | - | - |
| Defined benefit obligation at the end of the year | 2345.66 | 2248.67 |

** Included impact on change in remuneration structure

Change in fair value of plan assets

| Particulars | Year Ended 31st March, 2022 | Year Ended 31st March, 2021 |
|---|-----------------------------|-----------------------------|
| Fair value of plan assets at the beginning of the year | 2187.91 | 1100.37 |
| Return on assets (interest) | 136.75 | 256.71 |
| Contribution by employer | - | 906.29 |
| Actual benefits paid/ matured | - | (75.46) |
| Fair value of plan assets at the end of the year | 2324.66 | 2187.91 |

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NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

Net Assets/ Liability recognised in the balance sheet

| Particulars | Year Ended 31st March, 2022 | Year Ended 31st March, 2021 |
|--|-----------------------------|-----------------------------|
| Defined benefit obligation | 2345.66 | 2248.67 |
| Fair value of plan assets | 2324.66 | 2187.91 |
| Net defined benefit liability/(asset) | 21.00 | 60.76 |

Note 38

Ind AS 7 Cash flow statements requires the entities to provide disclosure that enable users of financial statements to evaluate changes in liabilities arising from financing activities, including both changes arising from cash flows and non-cash changes, suggesting inclusion of a reconciliation between the opening and closing balances in the Balance Sheet of liabilities arising from financing activities, to meet the disclosure requirements.

Reconciliation of Liabilities arising from Financing Activities

(₹ in Thousand)

| Particulars | As at 31-03-2021 | Cash Flow | Non- Cash Changes | As at 31-03-2022 |
|--------------|------------------|------------------|-------------------|------------------|
| Borrowings | 7500.00 | (7500.00) | - | - |
| Finance Cost | 153.96 | (421.70) | - | - |
| Total | 7653.96 | (7921.70) | | |

Figures in bracket are outflow and total outflow on account of finance cost during the year includes previous year non-cash outflow amount of Rs.153.96 thousand.

Note 39

- In the absence of any realization of interest on the loan of Rs.482.50 lakh since October, 2013, the interest for the year has not been considered. However, the company taken charge of immovable property against the above said loan interest due before October, 2013.
- The Company has made additional provision for doubtful debts of Rs.6,14,053/-, equivalent to 25% of total amount outstanding from one party for more than 36 months. Suit has been filed against the party and the matter is pending with Add. Judge Court, Bangalore, Karnataka.
- The Company has made additional provision for deferred tax assets of Rs.1,49,435/- equivalent to temporary differential future tax arising due to reversal of the provision for doubtful debts on computation of taxable income tax of the company.
- The company has created charge on immovable properties, movable properties and on book debts of the company on 28-01-2022 with Canara Bank, SME Kumbalagodu Branch, Bengaluru, Karnataka against Term Loan of Rs. 9.25 crore and Working Capital loan of Rs.3.00 crore. However loan has not been disbursed as on 31st March, 2022.

Note 40

Segment Reporting

The Company has two segments -Granite Division and Other Operations. Summary of operating segments of the Company area-

(₹ in Thousand)

| | Granite | Other Operations | Total |
|--|-----------------|------------------|-----------------|
| Segmental Revenue: | 9778.73 | 23497.52 | 33276.25 |
| TOTAL REVENUE | 9778.73 | 23497.52 | 33276.25 |
| Segment Result: | (5490.71) | 812.85 | (4677.86) |
| (before interest and tax) | | | |
| Unallocated Corporate Expenses (net of unallocable income) | - | - | 5134.88 |
| Operating Profit/(Loss) | - | - | (9812.74) |
| Interest Income | - | - | 16228.64 |
| Less: Interest Expenses | - | - | 267.74 |
| Net Profit / (Loss) before Tax | - | - | 6148.16 |
| OTHER INFORMATION | | | |
| CAPITAL EMPLOYED: | | | |
| Net Segment Assets | 52123.56 | 1084.17 | 53207.73 |
| Unallocated Assets / (Liabilities) | - | - | 220074.46 |
| Net Capital Employed | - | - | 273282.19 |
| Capital Expenditure | 13450.56 | 4348.74 | 17799.30 |
| Depreciation | 693.95 | 594.92 | 1288.87 |

Note 41

Foreign Exchange earning / Outgo

31/03/2022

(₹ in Thousand)

31/03/2021

(₹ in Thousand)

| | | |
|--|---------|---------|
| a) Expenditure in foreign currency Travelling | NIL | NIL |
| Imported Consumables | NIL | NIL |
| b) FOB Value of exports/earnings in foreign currency | 4933.51 | 8259.42 |
| Other earnings in Foreign Currency | NIL | NIL |
| c) Value of imports on CIF basis | | |
| Components & spare parts | NIL | NIL |

Note 42 Ratio Analysis

| Ratio | Numerator | Denominator | Current Year | Previous Year | Variance (in %) |
|--|--|-----------------------------------|--------------|---------------|-----------------|
| Current Ratio (in times) | Total Current Assets | Total Current Liabilities | 11.73 | 25.61 | -54.19 |
| Debt : Equity Ratio (in times) | Total Liabilities | Total Shareholder Equity | - | 0.03 | -100.00 |
| Debt Service Coverage Ratio (in times) | Net Operating Income (EBIT) lease payment + Principle Repayment | Total Debt Service = Interest and | 0.83 | 4.75 | -82.63 |
| Return on Equity Ratio (in %) | Net Profit for the Year | Average Shareholder's Equity | 1.81 | 1.84 | -1.47 |
| Trade Receivable Turnover Ratio (in times) | Revenue from Operations | Average Trade Receivables | 2.23 | 4.46 | -50.04 |
| Trade Payable Turnover Ratio (in times) | Net Credit Purchase | Average Trade Payable | 3.83 | 9.19 | -58.33 |
| Net Capital Turnover Ratio (in times) | Revenue from Operations (W.Capital = Total C. Asset - Total C. Liability) | Average Working Capital | 0.08 | 0.16 | -45.94 |
| Net profit ratio (in %) | Net Profit for the Year | Revenue from Operation | 57.75 | 31.78 | 81.73 |
| Return on Capital employed (in %) | Earning before interest and tax | Capital Employed | 2.43 | 2.33 | 4.31 |
| Return on Investment (in %) | Income from Investments | Average Invested Fund | 6.59 | 2.46 | 167.86 |

FootNotes -

- 1) Current Ratio decreased by 54.19% during the current year mainly due to significant amount of investment in mutual fund diverted in capital expenditure of the company. Further, trade and financial liabilities also increased during the current financial year due to major capital expenditure or new plant at Tumkur.
- 2) Debt Equity Ratio decreased by 100% during the current financial year as there is no outstanding debt as on 31st March, 2022
- 3) Debt Service Coverage Ratio decreased by 82.63% during the current financial year as repayment of debt is approx 6 times higher than previous year.
- 4) Trade Receivable Turnover Ratio decreased by 50.04% because average trade receivable increased during the current period whereas revenue from operation decreased
- 5) Trade Payable Turnover Ratio decreased by 58.33% because average trade payable increased whereas credit purchase of raw materials and tradable goods decreased by 50%
- 6) Net Capital Turnover Ratio decreased by 45.94% mainly due to decrease in revenue from operation by approx 44%
- 7) Net profit ratio increased by 81.73% during the current year due to reduction in revenue from operation and increase in other income in current year
- 8) Return on investment increased by 167.86% mainly due to maturity of investment in mutual funds held for more than 12 months taken for capital expenditure of the company.

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NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

Note 43

Related Party Disclosures as per Ind AS- 24

43.1 Name of Related Parties and related parties relationship

| Sl. No. | Name of Party | Nature of Relationship |
|---------|--|------------------------------------|
| 1 | Coronation Refrigeration Industries Ltd. | Common Control |
| 2 | Impact Stoneworks Pvt. Ltd | Common Control |
| 3 | Kingstone Krystals Ltd. | Common Control |
| 4 | Likhami Trading & Manufacturing Company Ltd. | Common Control |
| 5 | Nouveau Metal Industries Ltd. | Common Control |
| 6 | Rashmi Properties & Investments Ltd. | Common Control |
| 7 | Shree Vidyut Ltd. | Common Control |
| 8 | Tetron Capital Ltd. | Common Control |
| 9 | Tetron Commercial Ltd. | Common Control |
| 10 | Vaibhav Heavy Vehicles Ltd. | Common Control |
| 11 | Wink Retail Pvt. Ltd. | Common Control |
| 12 | Sri Krishna Murari Poddar, | Key Managerial Personnel (KMP)- MD |
| 13 | Sri Anubhav Poddar | KMP- (CFO) |
| 14 | Ms. Smally Agarwal | KMP- (Company Secretary) |
| 15 | Sri Vaibhav Poddar | Relative of KMP |
| 16 | Smt. Uma Poddar | Relative of KMP |
| 17 | Sri Shridhan Poddar | Relative of KMP |
| 18 | Sri Arabinda De | Independent Director |
| 19 | Sri Avinash Kumar Khaitan | Independent Director |
| 20 | Sri Bal Krishna Bhalotia | Independent Director |
| 21 | Sri Arvind Kejariwal | Independent Director |
| 22 | Sri Om Prakash Kedia (resigned on 30-09-21) | Independent Director |
| 23 | Sri Gautam Modi | Non- Executive Director |

43.2 Disclosure of Significant Transactions with related parties and the status of outstanding balances (₹ in Thousand)

| Particulars | 2021-22 Rs. | 2020-21 Rs. |
|---|----------------|----------------|
| 1. Coronation Refrigeration Industries Ltd. | | |
| Opening Credit Balance | NIL | NIL |
| Rent Paid | 840.00 | 840.00 |
| Rent received with GST | 28.32 | 26.35 |
| Closing Balance | NIL | 195.60 |
| 2. Impact Stoneworks Pvt. Ltd. | | |
| Rent received with GST | 14.16 | 13.57 |
| Closing Balance | NIL | NIL |
| 3. Kingstone Krystals Ltd. | | |
| Rent received with GST | 14.16 | 13.18 |
| Closing Balance | NIL | NIL |
| 4 Likhami Trading & Manufacturing Company Ltd. | | |
| Rent received with GST | 28.32 | 60.57 |
| Opening Balance of Loan Borrowed | 5016.63 | NIL |
| Loan Borrowed/ (Repaid) during the year | (5000.00) | 5000.00 |
| Interest Paid/ payable during the year | 11.82 | 17.98 |
| Closing Balance | NIL | 5016.63 |
| 5. Nouveau Metal Industries Ltd. | | |
| Opening Balance | NIL | NIL |
| Rent received with GST | 28.32 | 27.93 |
| Closing Balance | NIL | NIL |
| 6. Rashmi Properties & Investments Ltd. | | |
| Opening Balance | NIL | 23.07 |
| Rent received with GST | 28.32 | 27.93 |
| Closing Balance | NIL | NIL |

CEETA INDUSTRIES LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

| Particulars | 2021-22 Rs. | 2020-21 Rs. |
|--|----------------|----------------|
| 7. Shree Vidyut Ltd. | | |
| Opening Balance | NIL | NIL |
| Rent received with GST | 11.80 | 27.14 |
| Rent paid with GST | 147.84 | 132.00 |
| Closing Credit Balance | NIL | NIL |
| 8. Tetron Capital Ltd. | | |
| Rent received with GST | 28.32 | 18.09 |
| Opening Balance of Loan Borrowed | 6033.07 | NIL |
| Loan Borrowed/ (Repaid) during the year | (6000.00) | 6000.00 |
| Interest Paid/ payable during the year | 230.10 | 35.75 |
| Closing Balance | NIL | 6033.07 |
| 9. Tetron Commercial Ltd. | | |
| Opening Balance | NIL | NIL |
| Rent received with GST | 28.32 | 43.66 |
| Closing Balance | NIL | NIL |
| 10. Vaibhav Heavy Vehicles Ltd. | | |
| Opening Balance | NIL | NIL |
| Rent received with GST | 28.32 | 44.84 |
| Closing Balance | NIL | NIL |
| 11. Wink Retail Pvt. Ltd. | | |
| Opening Balance | NIL | NIL |
| Rent received with GST | 7.08 | 6.79 |
| Closing Balance | NIL | NIL |
| 12. Sri Krishna Murari Poddar (Managing Director) | | |
| Opening Balance of Loan Borrowed | 2551.32 | 2567.32 |
| Additional Loan Borrowed/ (Repaid) | (2500.00) | NIL |
| Gross Interest paid/ payable on loan | 85.69 | 262.60 |
| Remuneration and Perquisites to MD | 896.15 | 1087.71 |
| Closing Balance of Loan borrowed | NIL | 2551.32 |
| 13. Sri Anubhav Poddar | | |
| Remuneration and Perquisites paid | 920.22 | 955.65 |
| 14. Ms. Smally Agarwal | | |
| Remuneration and Perquisites paid | 386.68 | 54.09 |
| 15. Sri Vaibhav Poddar | | |
| Remuneration and Perquisites paid | 728.82 | 695.93 |
| 16. Smt. Uma Poddar | | |
| Opening Balance of Loan Borrowed | 5102.64 | 5134.63 |
| Additional Loan Borrowed/ (Repaid) | (5000.00) | NIL |
| Gross Interest paid/ payable on loan | 181.23 | 525.21 |
| Closing Balance of Loan borrowed | NIL | 5102.64 |
| 17. Sri Shridhan Poddar | | |
| Remuneration and Perquisites paid | 480.00 | 160.00 |

Note 44.

Previous year figures have been regrouped or rearranged wherever considered necessary.

Signature of Notes 1 to 44 as per our annexed report of even date.

For Ruwatia & Associates

Chartered Accountants

Firm Registration No.- 324276E

On behalf of the Board

Mukesh Kumar Ruwatia

Proprietor

Membership No. 060231

UDIN : 22060231AKVWMK7199

Place : Kolkata

Date : 30-05-2022

Anubhav Poddar
Chief Financial Officer

Smally Agarwal
Company Secretary
Mem. No.- A56522

K.M. Poddar
Managing Director
DIN : 00028012

A. De
Director
DIN : 00028093