



LIMITED

Heavy Electro-Mechanical Repairs

430, 3rd Floor, 'A' Wing, Orchard Mall, Royal Palms Estate, Aarey Milk Colony, Goregaon (East), MUMBAI - 400 065.

Tel : (022) 28729506, 28729507, 28729509

E-mail : evanselectric.mumbai@gmail.com / sales@evanselectric.co.in • Website : www.evanselectric.co.in

September 7, 2020

The Manager
BSE Limited,
P J Towers, Dalal Street,
Fort, Mumbai – 400 001

REF: COMPANY CODE NO. 542668

ISIN: INE06TD01010

Dear Sir/Madam,

Sub: Annual Report of Evans Electric Ltd. for the Financial Year 2019-2020 and Notice convening the 69th Annual General Meeting.

With reference to the captioned subject and pursuant to Regulation 30 and 34(1) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby submit the Annual Report of Evans Electric Limited for the financial year 2019-2020 and Notice convening the 69th Annual General Meeting scheduled on Wednesday, 30th September, 2020, at 11.00 a.m. through Video Conferencing ('VC') / Other Audio-Visual Means ('OAVM').

We request you to take the above information on record.

Yours faithfully,
For Evans Electric Ltd.

Nelson Lionel Fernandes
Managing Director
DIN: 00985281

Over 65 Years of Expertise in Repairs of Large Generators, Motors & Transformers.

Works : Plot No. 22, Genesis Industrial Complex, Off Palghar Boisar Road, PALGHAR - 401 404, Dist. Palghar.

Mob. : 98203 20254 / 93211 23987 • E-mail : evans.palghar@yahoo.in / works@evanselectric.co.in

CIN L74999MH1951PLC008715



***EVANS ELECTRIC
LIMITED***



69th ANNUAL REPORT 2020

EXPERIENCE THAT SHOWS

CORPORATE INFORMATION

Board of Directors

IVOR ANTHONY DESOUZA
NELSON LIONEL FERNANDES
IYLEEN MATILDA FERNANDES
ANIL VASUDEV KAMATH
FREDERICK JOSEPH VAZ

Auditors

M/s ANAY GOGTE & CO.
CHARTERED ACCOUNTANTS

Company Secretary

PRIYANKA SHAH

Chief Financial Officer

RAJKUMAR MOHAN KESWANI

Bankers

UNION BANK OF INDIA

Registered Office

430, Orchard Mall, 3rd Floor,
Royal Palms Estate, Aarey Milk Colony,
Goregaon East, Mumbai – 400065,
Maharashtra, India
Tel No.:+91-022-28729506 / 07 Fax No.: +91-022-28729509

Registrar and Transfer Agents

BIGSHARE SERVICES PRIVATE LIMITED

1st Floor, Bharat Tin Works Building, Opp.
Vasant Oasis, Makwana Road, Marol, Andheri
(East), Mumbai – 400059, Maharashtra, India.
Tel: +91 22 62638200, Fax: +91 22 62638299
Email: ipo@bigshareonline.com
Website: www.bigshareonline.com

Investor Grievance Id: investor@bigshareonline.com

Contact Person: Ashok Shetty

SEBI Registration Number: INR000001385

NOTICE

Notice is hereby given that the 69th Annual General Meeting of EVANS ELECTRIC LIMITED will be held through Video Conferencing on Wednesday, 30th September, 2020 at 11.00 a.m to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the audited financial statements of the Company comprising of the Balance Sheet of the Company as at 31st March, 2020, the Statement of Profit and Loss and the Cash flow Statement for the year ended on that date, read together with the notes thereon, the Report of the Directors along with the attachments and annexures thereto and the Report of the Auditors thereon.
2. To declare dividend of Rs. 2 /- for the financial year ended 31st March, 2020.

“RESOLVED THAT a dividend at the rate of Rs. 2/- per equity share of 10/- (Ten Rupees) each fully paid-up of the Company as recommended by the Board of Directors of the Company, out of the profits of the Company for the Financial year ended 31st March, 2020 along with the Interim Dividend at the rate of Re. 1/- paid by the Company for the Financial year ended 31st March, 2020 be confirmed and approved.

RESOLVED FURTHER THAT the dividend now approved for payment of Rs. 2/- per share be paid to the members whose name appears on the Register of Members as on the record date i.e Wednesday, September 23, 2020 subject to deduction of tax at source as applicable under the Income Tax Act, 1961.

RESOLVED FURTHER THAT the Board of Directors be and are hereby authorized to all acts, things and deeds as may be required to give effect to this resolution.”

3. To appoint a Director in the place of Mr. Ivor Desouza (DIN: 01502649), who retires by rotation pursuant to the provisions of Section 152 of the Companies Act, 2013 (‘the Act’) and who is not disqualified to become Director under the Act and, being eligible, offers himself for re-appointment.
4. To approve the Appointment of Auditors and fix their remuneration and in this regard, to consider and if thought fit, to pass, with or without modification(s), the following resolution as an **Ordinary Resolution**:

“RESOLVED THAT pursuant to the provisions of Section 139 read with The Companies[Audit and Auditors] Rules, 2014 and other applicable provisions [including any modification or re-enactment thereof] if any, of the Companies Act, 2013, M/s. Anay Gogte & Co., Chartered Accountants (Firm Reg. No. 100398W) be and is hereby re-appointed as the Statutory Auditors of the Company to hold office from the conclusion of this Annual General Meeting (AGM) until the conclusion of

Seventy Third Annual General Meeting of the Company, to be held in the year 2024 at such remuneration plus applicable taxes, based on the recommendation of the Audit Committee, as may be mutually agreed upon.

FURTHER RESOLVED THAT any director of the Company be and is hereby authorized to do all such acts, things and deeds as may be deemed necessary to give effect to the above stated resolution.”

By Order of the Board
Sd/-

Mumbai,
Date-01/09/2020

NELSON FERNANDES
Managing Director
DIN: 01502649

Notes:

1. In view of the continuing COVID-19 pandemic, the Ministry of Corporate Affairs (“MCA”) has vide its circular dated May 5, 2020 read with circulars dated April 8, 2020 and April 13, 2020 (collectively referred to as “MCA Circulars”) permitted the holding of the Annual General Meeting (“AGM”) through VC / OAVM, without the physical presence of the Members at a common venue. In compliance with the MCA Circulars, the AGM of the Company is being held through VC / OAVM.
2. Pursuant to the provisions of the Act, a Member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote on his/her behalf and the proxy need not be a Member of the Company. Since this AGM is being held pursuant to the MCA Circulars through VC / OAVM, physical attendance of Members has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be available for the AGM and hence the Proxy Form and Attendance Slip are not annexed to this Notice.
3. In the case of Corporate Member, it is requested to send a scanned copy of the Board Resolution/Authorization authorizing the representative to attend the AGM through VC / OAVM and vote on its behalf at the meeting. The said Resolution / Authorization shall be sent to the Company Secretary by email through its registered email address to cs@evanselectric.co.in
4. The Company has fixed Wednesday, 23rd September, 2020 as the ‘Record Date’ for determining entitlement of members to final dividend for the Financial Year ended March 31, 2020, if approved at the AGM. The Register of Members and Share Transfer Books of the Company will remain closed from 24th September, 2020 to 30th September, 2020, both days inclusive, for taking record of the Members of the Company for the purpose of AGM.
5. To support the ‘Green Initiative’, Members who have not yet registered their email addresses are requested to register the same with their Depository Participants.
6. Members are requested to intimate changes, if any, pertaining to their name, postal address, email address, telephone/ mobile numbers, Permanent Account Number (PAN), mandates, nominations, power of attorney, bank details such as, name of the bank and branch details, bank account number, MICR code, IFSC code, etc., to their Depository Participants.
7. In case of joint holders, the Member whose name appears as the first holder in the order of names as per the Register of Members of the Company will be entitled to vote at the AGM.
8. Members seeking any information with regard to the accounts or any matter to be placed at the AGM, are requested to write to the Company on or before 28th September, 2020 through email on cs@evanselectric.co.in. The same will be replied by the Company suitably.

9. In compliance with the aforesaid MCA Circulars, Notice of the AGM along with the Annual Report 2019-20 is being sent only through electronic mode to those Members whose email addresses are registered with the Company / Depositories. Members may note that the Notice and Annual Report 2019-20 will also be available on the Company's website at <https://www.evanelectric.co.in/>
10. The Register of Directors and Key Managerial Personnel and their shareholding, maintained under Section 170 of the Act, and the Register of Contracts or Arrangements in which the directors are interested, maintained under Section 189 of the Act, will be available electronically for inspection by the Members during the AGM. All documents referred to in the Notice will also be available for electronic inspection by the Members from the date of circulation of this Notice up to the date of AGM. Members seeking to inspect such documents can send an email to cs@evanelectric.co.in
11. Members attending the AGM through VC / OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Act. Link for the same is : <https://bluejeans.com/6380256048/0659>
12. Pursuant to Finance Act 2020, dividend income will be taxable in the hands of shareholders w.e.f. April 1, 2020 and the Company is required to deduct tax at source from dividend paid to shareholders at the prescribed rates. For the prescribed rates for various categories, the shareholders are requested to refer to the Finance Act, 2020 and amendments thereof. The shareholders are requested to update their PAN with the depositories. A Resident individual shareholder with PAN and who is not liable to pay income tax can submit a yearly declaration in Form No. 15G/15H, to avail the benefit of non-deduction of tax at source. Shareholders are requested to note that in case their PAN is not registered, the tax will be deducted at 20%.
13. Non-resident shareholders can avail beneficial rates under tax treaty between India and their country of residence, subject to providing necessary documents i.e. No Permanent Establishment and Beneficial Ownership Declaration, Tax Residency Certificate, Form 10F, any other document which may be required to avail the tax treaty benefits. The aforesaid declarations and documents need to be submitted by the shareholders by the Record Date.
14. Since the AGM will be held through VC / OAVM, the Route Map is not annexed in this Notice.

INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE AGM THROUGH VC / OAVM ARE AS UNDER:

- 1) Members will be able to attend the AGM through VC / OAVM or view the live webcast of AGM through Zoom application by clicking on the following link:

Link: <https://bluejeans.com/6380256048/0659>

Meeting ID: 638 025 604 8

Password: 0659

- 2) Facility of joining the AGM through VC / OAVM shall open 15 minutes before the time scheduled for the AGM and will be available for Members on first come first served basis.
- 3) Members who need assistance before or during the AGM, can contact Mr. Rajkumar Keswani CFO at email id keswani@evanselectric.co.in / and CS Priyanka Shah at Email ID cs@evanselectric.co.in
- 4) Members who would like to express their views or ask questions during the AGM may register themselves as a speaker by sending their request from their registered email address mentioning their name, DP ID and Client ID/folio number, PAN, mobile number at cs@evanselectric.co.in from 27th September, 2020 (9:00 a.m. IST) to 29th September, 2020 (5:00 p.m. IST). Those Members who have registered themselves as a speaker will only be allowed to express their views/ask questions during the AGM. The Company reserves the right to restrict the number of speakers depending on the availability of time for the AGM.
- 5) The Voting will be held by 'Show of hands'.

Information at a glance

Particulars	Details
Mode	Video conference and other audio-visual means
Time and date of AGM	11:00 A.M. (IST), Wednesday, 30 th September, 2020
Link for Participation through video-conferencing	https://bluejeans.com/6380256048/0659 Meeting ID: 638 025 604 8 Password: 0659
Helpline number for VC participation	8369658617
Book Closure Date	24 th September, 2020 – 30 th September, 2020
Record Date	23 rd September, 2020
Name, address and contact details of Registrar and Transfer Agent	Contact person: Mr. Jibu John Bigshare Services Private Limited 1 st Floor, Bharat Tin Works Building, Opp.Vasant Oasis, Makwana Road, Marol, Andheri (East), Mumbai – 400059 Email id : jibu@bigshareonline.com Contact number: 7045030377

Director's Report

To the Members,

EVANS ELECTRIC LIMITED

Your Directors are pleased to present the 69th Annual Report of the Company together with the Audited Financial Statements of the Accounts for the Financial Year ended 31st March, 2020.

1. FINANCIAL PERFORMANCE:

The company's Financial Performance for the year under review is given hereunder:

Particulars	Year ended 31 st March, 2020 Rs.	Year ended 31 st March, 2019 Rs.
Sales	7,28,14,272	6,65,27,239
Other Income	32,39,590	39,57,680
Total Revenue	7,60,53,862	7,04,84,919
Expenditure other than depreciation	5,77,63,354	5,02,98,939
Profit before tax and depreciation	1,82,90,538	1,99,75,742
Depreciation	33,43,116	27,35,341
Profit before tax	1,49,47,422	1,72,40,401
Tax Expense	46,10,396	51,45,557
Profit after tax	1,03,37,026	1,20,94,844
Equity Share Capital	1,37,20,000	1,00,00,000
Earnings per share in Rs.	7.78	12.09

2. COMPANY'S PERFORMANCE & OPERATIONS:

During the year under review, the income from operations of your Company was Rs.7,28, 14, 272/- as against Rs.6,65,27,239/- during the Previous Year denoting a growth of 7.90% over the Previous Year. However, the profit before tax for the year under review dropped to Rs. 1,49,47,422 /- compared to Rs. 1,72,40401 /- for the previous year.

3. DIVIDEND:

The Company has paid an interim dividend of Re. 1 per share and the dividend distribution tax thereon was also duly paid. The Board of Directors of the company is further pleased to recommend a dividend of Rs. 2 per equity share, payable to those Shareholders whose names appear in the Register of Members as on the Book Closure / Record Date.

4. RESERVES:

As per the provisions of Companies Act, 2013, it is not mandatory to transfer any amount to reserves. The directors do not recommend any transfer to reserves.

5. INITIAL PUBLIC OFFERING:

Your company came out with an Initial Public Offer (IPO) during the year under review. The Net offer was 3,72,000 shares 2019 at the rate of Rs. 52 per share aggregating Rs 1.93 crore to the public by way of prospectus. The Offer opened on 30th April, 2019 and closed on 3rd May, 2019. The issue was oversubscribed to the extent of 1.59 times. Shares were allotted on May 08, 2019 and company received listing approval from BSE Limited on May 10, 2019. The trading permission was received from BSE with effect from May 13, 2019.

Application made by the Company to Registrar of Companies to change its Company Identification Number (CIN) post completion of listing was approved and master data was amended on November 20, 2019.

6. OUTLOOK:

Your company is in the field of repair and maintenance of large Motors, Generators, and Transformers. All industries need these three products. Heavy industries require the Larger Electrical Machines. As these machines get older the scope for the repair and maintenance increases in an exponential manner. At present your company is aiming to enter the field of repair of Exceptionally Large Generators. Over the years, your company has repaired generators up to 200 MW. In the year, under review, your company got an opportunity to repair a generator of 500 MW.

Your company has executed this work directly for the End User and not as a sub-contractor. In today's competitive world and stringent tendering procedures, this was a major break through which will qualify your company to enter the Generator repair field for machines above 200 MW.

7. HUMAN RESOURCES:

Evans is a group which grows along with its people. We provide open and friendly culture encouraging not only growth of an individual but also that of a team which eventually cascades into the growth of the organization. Evans is a place where people have remained committed for long periods not only for rewards and recognition but also because they feel part of the family- a community, a place where teammates go the extra mile and work with and each other. Employees have easy accessibility to the senior management through open door policy and are given adequate exposure to explore innovative ideas and pursue novel concepts.

Growth is performance driven and is dependent on the ability of the individual to take initiative and assume higher responsibilities. Demonstrating outstanding work ethics in the course of performing daily activities, contributing beyond identified team role and responsibilities help in faster career progression. It is very important for us to ensure that employee morale is high and they feel a sense of pride and belonging to the organization. Human resource team plays a crucial role by motivating, retaining and charting out growth path for employees.

Building and consolidating our talent pool has always been one of the top priorities and we have been successful in attracting varied talent that brings sound expertise, new perspectives and infectious enthusiasm. Evans has a strong presence in the market and attracts the best talent in the market. We believe that the ultimate identity and the success of our organization depends largely on sourcing candidates who complement our culture and share our values.

8. DIRECTORS OR KEY MANAGERIAL PERSONNEL APPOINTED OR RESIGNED DURING THE YEAR:

There were no changes in the constitution of the Board of Directors during the year under review.

Mr. Sanjay Kumar Vishwakarma was appointed as a Company Secretary of the Company with effect from August 12, 2019. However, he resigned from the office of the company with effect from November 18, 2019. The vacancy was filled up by the appointment of Ms. Priyanka Shah as Company Secretary & Compliance Officer of the Company with effect from March 02,2020. There were no appointments / resignation of any other KMP.

9. MATERIAL CHANGES AND COMMITMENTS IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THESE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT:

Other than the IPO, there were no other material changes and commitments affecting the financial position of the Company. Towards the end of last quarter of the year under review, consequent to COVID-19 impact, there was a complete lockdown which has continued till the date of this report. Though through unlock measures, there has been some impact on the operations in the factory, it is expected that the company would get back to normalcy soon. However, there will be some negative impact due to COVID-19 pandemic, which has affected the entire nation.

10. PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES:

During the year under review, your Company has not entered into any Material Related Party Transactions as mentioned under Section 188 of the Companies Act, 2013. Details of the Related Party Transactions as required to be disclosed under AS 18 are disclosed in the Notes to Accounts which are forming part of the financial statement.

11. ANNUAL RETURN:

In accordance with Section 134(3)(a) read with Section 92(3) of the Act, an extract of the Annual Return in Form MGT-9 is placed on the website of the Company and same can be downloaded by clicking on the following link: <https://www.evansselectric.co.in/>

12. NUMBER OF BOARD MEETINGS CONDUCTED IN THE YEAR UNDER REVIEW:

The Board of Directors duly met 10 (Ten) times during the Year under review.

Dates of Board Meetings: 09/04/2019, 16/04/2019, 22/04/2019, 08/05/2019, 09/05/2019, 04/07/2019, 05/09/2019, 12/11/2019, 30/11/2019 and 12/02/2020.

Name of the Director	Number of Meetings Attended out of total 10 meetings held during the FY 2019-2020
Ivor Anthony De'souza	7
Nelson Lionel Fernandes	9
Iyleen Matilda Fernandes	8
Anil Vasudev Kamath	6
Frederick Joseph Vaz	6

13. DIRECTOR'S RESPONSIBILITY STATEMENT:

The Board of Directors acknowledge the responsibility of ensuring compliance with the provision of section 13(3)(c) read with section 134 (5) of the Companies Act, 2013 in the preparation of the annual accounts for the year ended on 31st March 2020 and state that:

- a) In the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- b) The directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of company for that period;
- c) The directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d) The directors had prepared the annual accounts on a going concern basis;
- e) The directors had laid down internal financial control to be followed by the company, and that such internal financial controls are adequate and are operating effectively;

- f) The directors had devised proper systems to ensure compliance with the provisions of the applicable laws and that such systems were adequate and operating effectively.

14. SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES:

The Company does not have any holding/subsidiary/associate Companies.

15. STATUTORY AUDITORS:

The Board of Directors of your company recommend the appointment of M/s. Anay Gogte & Co., Chartered Accountants to hold office until the conclusion of seventy third annual general meeting to be held for 2024.

The Company has received confirmation from Anay Gogte & Co., Chartered Accountants to the effect that they fulfill the eligibility criteria as prescribed under Section 139 and 141 of the Companies Act, 2013.

16. AUDITOR'S REPORT:

The Auditors' Report for the financial year ended March 31, 2020 on the financial statements of the Company is a part of this Annual Report. The Auditors' Report does not contain any adverse remark, qualification or reservation.

17. DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION PROHIBITION AND REDRESSAL) (POSH) ACT, 2013:

The Company has zero tolerance towards any action on the part of any employee which may fall under the ambit of 'sexual Harassment' at workplace, and is fully committed to uphold and maintain the dignity of every women employee working in the company. The company values the dignity of individuals and strives to provide a safe and respectable work environment for its employees.

The Company is committed to provide an environment, which is free from discrimination and abuse. The Company has not received any complaint under the said Act during the year under review.

18. ENERGY CONSERVATION, TECHNOLOGY ABSORPTION:

A) Conservation of Energy:

Conservation of energy is a continuous process and management is taking all prudent steps to conserve energy resources.

B) Technology Absorption:

Your company is using the technology of “Reverse Engineering”. We undertake to repair machines not manufactured by us as also where drawings are not available for these old machines. In this process of Reverse Engineering, we carefully dismantle the machine, step by step, location marking all the components. We inspect and test each component and compare it with our database. Components which are damaged are duplicated. Where there is scope for improvement in some of the components these components are re-engineered so as to give it a longer life. Going forward we expect significant business opportunities through Reverse Engineering.

C) Research & Development:

Your company from time to time does R&D for “High Voltage Insulation Schemes”.

D) Foreign Exchange Earnings and Outgo:

The Foreign Exchange Earnings and outgo for the Year under review is:

Foreign Exchange Earnings and Outgo	31st March 2020	31st March 2019
Income from Foreign Contracts	17,62,182	8,13,035
Foreign Currency Expenditure	2,37,293	1,89,590

20. RISK MANAGEMENT:

Your company constituted a Risk Management Committee mandated to review the risk management plan/process of your company. The Risk Management Committee identified potential risks and assessed their potential impact with the objective of taking timely action to mitigate the risks.

The Audit committee has also been delegated with the responsibility of monitoring and reviewing risk management, assessment and minimization procedure,

developing, implementing and monitoring the risk management plan and identifying, reviewing and mitigating all elements of risks which the company may be exposed to.

The key risks identified by the company include, competition, financial risk and compliance of all applicable statues and regulations. The company has well defined policies/mechanism to mitigate competition and financial risks. The company reviews the policies/mechanism periodically to align with the changes in market practices and regulations. Compliances risks have been mitigated through periodical monitoring and reviews of the regulatory framework to ensure complete compliances with all applicable statues and regulations.

21. CORPORATE SOCIAL RESPONSIBILITY:

Pursuant to Section 135 of the Act, provisions of Corporate Social Responsibility are not applicable to your Company as your Company has not earned net profit of Rs. 5 crores or during previous financial year, neither it has the net worth of Rs. 500 crores or more nor the turnover of the Company was of Rs. 1000 crores or more for the previous financial year.

22. INTERNAL FINANCIAL CONTROLS:

The Company has in place adequate internal financial controls with reference to financial statements. During the year, such controls were tested and no reportable material weakness in the design or operation was observed.

23. COST RECORDS:

The provisions relating to maintenance of cost records and cost audit as per section 148 of the Companies Act, 2013 is not applicable to the Company.

24. ORDER PASSED BY REGULATOR OR COURTS OR TRIBUNALS:

There are no orders passed by the regulator or courts or tribunals impacting the going concern status and company's operations.

25. DETAILS OF FRAUD REPORT BY THE AUDITOR:

The Statutory Auditors of the Company have not reported any instances of fraud or irregularities under provisions of Section 143(12) of the Companies Act, 2013 and Rules made there under in the management of the Company during financial year under review.

26. CHANGE IN THE NATURE OF THE BUSINESS:

There was no change in the nature of business of your Company in the year under consideration.

27. SECRETARIAL AUDITOR:

According to the provisions of Section 204 of the Act read with Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, every listed company is required to appoint secretarial auditors and to annex secretarial audit report to its Board Report. Accordingly, M/s Mehta and Mehta, Firm of Practicing Company Secretaries was appointed as Secretarial Auditors of the Company for the Financial Year 2019-2020.

28. OBSERVATIONS BY THE SECRETARIAL AUDITOR:

With respect to the observations of the Secretarial Auditor, the comments of the directors are as under: -

The directors state that keeping in view the conversion of Company from Private Limited to Public Limited Company and listing of its shares on BSE – SME platform the company has taken steps to further strengthen its compliance management system so that the systems and processes in the Company shall become commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

29. UTILISATION OF IPO PROCEEDS:

Company had come out with an Initial Public Offer (IPO) during the year under review. The Net offer was 3,72,000 shares 2019 at the rate of Rs. 52 per share aggregating Rs 1.93 crores to the public by way of prospectus. The entire proceeds have been deployed for the objects of the issue namely Working Capital Requirements and General Corporate Purpose.

30. VIGIL MECHANISM / WHISTLE BLOWER POLICY:

Though the provisions relating to Vigil Mechanism do not apply to the Company, the company has adopted a formal Vigil Mechanism and Whistle Blower policy. Your company follows an open and transparent policy with respect to its dealings with its employees. Employees are encouraged to report actual or suspected violations of applicable laws and regulations and the Code of Conduct to the Chairman of Audit Committee to enable taking prompt corrective action, wherever necessary.

31. SECRETARIAL STANDARDS:

The Company has complied with all the mandatory secretarial standards issued by the Institute of Companies Secretaries of India.

32. DEPOSITS:

The Company has neither invited nor accepted any deposits which would be covered under Section 73 of the Companies Act, 2013 read with the Companies (Acceptance of Deposits) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof for the time being in force) during the year under review.

33. PARTICULARS OF LOAN, GUARANTEES AND INVESTMENTS:

There was no guarantee given or security provided pursuant to Section 186 of the Companies Act, 2013 during financial year under review and hence the said provisions are not applicable. The company has invested its spare fund in the units of mutual fund details thereof have been disclosed in the explanatory notes to the financial statements.

34. CORPORATE GOVERNANCE:

Your company believes that sound Corporate Governance is critical for enhancing and retaining investor's trust and your company always seeks to ensure that its performance goals are met accordingly. The company has established systems and procedures to ensure that its Board of Directors is well informed and well equipped to fulfill its overall responsibilities and to provide management with the strategic direction needed to create long term shareholders value. The company had adopted many ethical and transparent governance practices even before they were mandated by law. The company has always worked towards building trust with shareholders employees, customers, suppliers and other stakeholders based on the principles of Good Corporate Governance. However, since the securities of the Company are listed at SME platform of BSE Limited pursuant to the SEBI (LODR) Regulations 2019 company is not required to attach report on Corporate Governance to the report of Directors.

35. POLICIES OF THE COMPANY:

The Company is determined in maintaining a good corporate governance practice and has a robust system for smooth and effective functioning of the Board. Various policies have been framed by the Board of Directors as required under the Act and SEBI Listing Regulations in order to follow a uniform system of procedures.

Following are some of the major policies adopted by the Company and placed at its website at **www.evanselectric.co.in**:

1. Code of Conduct for Corporate Governance;
2. Code of Conduct for Prevention of Insider Trading;
3. Code of Practice and Procedure for fair disclosure of Un-published Price Sensitive Information;
4. Policy on determination of Material Criteria for Disclosure;
5. Policy on Nomination and Remuneration;
6. Policy on Preservation of documents;
7. Risk Management Policy;
8. Whistle Blower Policy.

36. PARTICULARS OF EMPLOYEE

There is no employee drawing salary in excess of the limit as specified in the Act.

37. CAUTIONARY NOTE:

The statements forming part of the Director's Report may contain certain forward-looking remarks within the meaning of applicable securities laws and regulations. Many factors could cause the actual results, Performances or achievements of the company to be materially different from any future results, performances or achievements that may be expressed or implied by such forward looking statements.

38. ACKNOWLEDEMENT:

Your Directors place on record their sincere thanks to bankers, business associates, consultants, and various Government Authorities for their continued support extended to your Companies activities during the year under review. Your Directors also acknowledges gratefully the shareholders for their support and confidence reposed on your Company.

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

Sd/-

NELSON LIONEL FERNANDES
DIN: 00985281
Managing Director

Sd/-

IVOR DESOUZA
DIN: 00978987
Director

Place: Mumbai

Date: September 01, 2020

FORM MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED MARCH 31, 2020

*[Pursuant to Section 204(1) of the Companies Act, 2013 and rule 9 of the Companies
(Appointment and Remuneration of Managerial Personnel) Rules, 2014]*

To,
The Members,
EVANS ELECTRIC LIMITED,
430 Orchard Mall,
3rd Floor, Royal Palms Estate,
Aarey Milk Colony, Goregaon (E),
Mumbai - 400065

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Evans Electric Limited (CIN: L74999MH1951PLC008715)** (hereinafter called "the Company"). Secretarial audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conduct of statutory compliance and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on March 31, 2020, complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on March 31, 2020 according to the provisions of:

- (i) The Companies Act, 2013 ('the Act') and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, there being no Overseas Direct Investment and External Commercial Borrowings;
- (v) The industry specific laws applicable:
 - (i) Central Electricity Authority (Safety Requirements For Construction, Operation And Maintenance Of Electrical Plants And Electric Lines) Regulations, 2011;
- (vi) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-

- (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
- (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
- (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
- (d) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client.

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

- a) Secretarial Standards issued by the Institute of Company Secretaries of India and the company has complied with the Secretarial Standards to the extent possible;
- b) Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;

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

We were unable to review the compliances with respect to the following:

- a. Labour Laws, Factories Act and other applicable laws
- b. Safety, Health And Welfare At Work Act, 2005;

Due to lockdown under COVID 19, it was not possible to visit the Factory. However, as per data / information provided and representations of the Management, the Company has complied with all the Acts, Laws, Rules or Regulations applicable for operating Factory and its allied activities as applicable.

We further report that:

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

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

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

We further report that until the end of the previous financial year ended on 31st March, 2019, the company was a private company and is in a transition stage having completed an Initial Public Offer during the year under review. Having regard to this fact, I report that the systems and processes in the company needs to be strengthened to make it commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines. The management has explained that keeping in view the conversion of Company from Private Limited to Public Limited Company and listing of its shares on BSE – SME platform the company has taken steps to further strengthen its compliance management system so that the systems and processes in the Company shall become commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

We further report that during the audit period there were specific events / actions having a major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc.

1. Initial Public Offering – Company had come out with an Initial Public Offer (IPO) during the year under review. The Net offer was 3,72,000 shares 2019 at the rate of Rs. 52 per share aggregating Rs 1.93 crores to the public by way of prospectus. The Offer opened on 30th April, 2019 and closed on 3rd May, 2019. The issue was oversubscribed to the extent of 1.59 times. Shares were allotted on May 08, 2019 and company received listing approval from BSE Limited on May 10, 2019. The trading permission was received from BSE with effect from May 13, 2019.
2. Company had declared an interim dividend of Re 1 per equity share with FV of Rs.10 on November, 30, 2019.

Note: Our appointment was made by the Board of Directors in the meeting held on June 29, 2020. Further, due to lockdown under COVID-19, the secretarial audit and the Certification on this Form MR-3 is done on basis of the documents made available to us in the electronic form (i.e. over email) by the Secretarial Team of the Company and such documents will be verified physically after the lockdown is lifted.

**For Mehta & Mehta,
Company Secretaries
(ICSI Unique Code P1996MH007500)**

Sd/-

Meghna Shah
Partner

PCS No: 9425
CP No: 9007

Place: Mumbai
Date: 01/09/2020

UDIN: F009425B000645544

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

To,

The Members,

EVANS ELECTRIC LIMITED,

430 Orchard Mall,

3rd Floor, Royal Palms Estate

Aarey Milk Colony, Goregaon (E)

Mumbai-400065.

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

- 1) Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
- 2) We have followed the audit practices and processes as were appropriate to obtain reasonable assurance 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. We believe that the processes and practices we followed provided a reasonable basis for our opinion.
- 3) We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company as also compliance of Tax Laws.
- 4) Wherever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
- 5) The compliance of the provisions of corporate laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
- 6) As regard the books, papers, forms, reports and returns filed by the Company under the provisions referred to in our Secretarial Audit Report in Form No. MR-3 the adherence and compliance to the requirements of the said regulations is the responsibility of management. Our examination was limited to checking the execution and timeliness of the filing of various forms, reports, returns and documents that need to be filed by the Company with various authorities under the said regulations. We have not verified the correctness and coverage of the contents of such forms, reports, returns and documents.

- 7) The secretarial audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For **Mehta &Mehta,**
Company Secretaries
(ICSI Unique Code P1996MH007500)

Sd/-
Meghna Shah
Partner

Place: Mumbai
Date: 01.09.2020

FCS No: 9425
CP No: 9007

UDIN: F009425B000645544

INDEPENDENT AUDITOR'S REPORT

To the Members of Evans Electric Limited

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of Evans Electric Limited ("the Company"), which comprise the balance sheet as at 31st March 2020, and the statement of Profit and Loss and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the 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, 2020, and its profits 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 on the standalone financial statements.

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.

There are no reportable Key Audit Matters during the period under audit.

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, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds

and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

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

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

Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.

Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our

conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

As required by Section 143(3) of the Act, we report that:

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (c) The Balance Sheet, the Statement of Profit and Loss, 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 the written representations received from the directors as on 31st March, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2020 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".

(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:

The Company does not have any pending litigations which would impact its financial position.;

The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;

There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For Anay Gogte & Co.,
Chartered Accountants
Firm Registration No.100398 W

Sd/-

Place: Mumbai
Date: 21st August 2020

[A. R. Gogte]
Partner
Membership No.037046

UDIN: 20037046AAAAFL5271

Annexure "A" referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the financial statements of the Company for the year ended March 31, 2020:

On the basis of such checks as we considered appropriate and according to the information and explanations given to us during the course of our audit, we report that:

- i. a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.

b) Fixed assets have been physically verified by the management during the year and no material discrepancies were identified on such verification.

c) The title deeds of immovable properties included in the fixed assets of the company are held in the name of the company.
- ii. The management has conducted physical verification of inventory at reasonable intervals during the year and no material discrepancies were noticed on such physical verification.
- iii. According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of Companies Act, 2013. Accordingly, the provisions of clause 3(iii) (a), (b) and (c) of the Order are not applicable of the Company and hence not commented upon.
- iv. In our opinion and according to the information and explanations given to us, there are no loans, investments, guarantees and securities granted in respect of which provisions of section 185 and 186 of the Companies Act,2013 are applicable and hence not commented upon.
- v. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits to which the provisions of Sections 73, 74, 75 and 76 or any other relevant provisions of the Act and the Rules framed under to the extent notified, are applicable. Therefore, Clause 3(v) of the Order is not applicable to the Company.
- vi. As informed to us, the Central Government has not prescribed maintenance of cost records under sub section (1) of section 148 of the Act.
- vii. a) Undisputed statutory dues including provident fund, employee's state insurance, income tax, goods and service tax, duty of custom, duty of excise, cess and other material statutory dues have generally been regularly deposited with the appropriate authorities though there has been a slight delay in a few cases.

b) According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employee's state insurance, income tax, goods and service tax, duty of custom, duty of excise, cess and other

material statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.

(c) According to the records of the Company, there are no dues outstanding of income tax, sales tax, service tax, duty of custom, value added tax and cess on account of any dispute.

- viii. In our opinion and according to the information and explanations given to us and based on the records of the Company, the Company has not defaulted in repayment of dues to banks. There are no dues to any financial institution, government or debenture holders.
- ix. According to the information and explanations given by the management, the Company has raised money way of Initial Public Offer amounting to Rs. 193.44 Lacs during the year and the same were applied for the purpose for which those are raised. According to the information and explanations given by the management, the Company has not raised any money by way of debt instruments and term loans during the year.
- x. Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given by the management, we report that no fraud by the company or no fraud on the company by the officers and employees of the company has been noticed or reported during the year.
- xi. In our opinion and according to the information and explanations given to us, the Company has paid / provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
- xii. In our opinion, the Company is not a Nidhi company. Therefore, the provisions of clause 3(xii) of the order are not applicable to the Company and hence not commented upon.
- xiii. According to the information and explanations given by the management, transactions with the related parties are in compliance with the section 177 and 188 of the Companies Act, 2013 where applicable and the details have been disclosed in the notes to the financial statements, as required by the applicable accounting standards.
- xiv. According to the information and explanations given to us, the company has not made any preferential allotment of shares or fully or partly convertible debentures during the year.
- xv. According to the information and explanations given by the management, the Company has not entered into any non-cash transactions with directors or persons connected with them.
- xvi. According to the information and explanations given to us, the provisions of section 45-IA of the Reserve Bank of India Act, 1934 are not applicable to the Company.

For Anay Gogte & Co.,
Chartered Accountants
Firm Registration No.100398 W

Place: Mumbai
Date: 21st August 2020

Sd/-

[A. R. Gogte]
Partner
Membership No.037046

UDIN: 20037046AAAAFL5271

Annexure "B" to the Independent Auditor's Report of even date on the Standalone Financial Statements of Evans Electric Limited

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 Evans Electric Limited ("the Company") as of March 31, 2020 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 the Institute of Chartered Accountants of India 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 judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

(1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;

(2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and

(3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

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, 2020, 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.

UDIN: 20037046AAAFL5271

For Anay Gogte & Co.,
Chartered Accountants
Firm Registration No.100398 W

Sd/-

Place: Mumbai
Date: 21st August 2020

[A. R. Gogte]
Partner
Membership No.037046

Evans Electric Limited (formerly Evans Electric Private Limited)

Balance Sheet as at 31st March 2020

Particulars	Note No.	As at 31st March, 2020	As at 31st March, 2019
		Rupees	Rupees
A			
EQUITY AND LIABILITIES			
1			
Shareholders' Funds			
(a) Share Capital	2	1,37,20,000	1,00,00,000
(b) Reserves and Surplus	3	9,25,68,585	7,19,05,765
		10,62,88,585	8,19,05,765
2			
Current Liabilities			
(a) Short-Term Borrowings	4	15,60,384	-
(b) Trade Payables	5	58,44,120	49,02,657
(c) Other Current Liabilities	6	34,78,009	14,35,048
(d) Short-Term Provisions	7	47,28,530	56,07,347
		1,56,11,043	1,19,45,052
TOTAL		12,18,99,628	9,38,50,817
B			
ASSETS			
1			
Non-Current Assets			
(a) Property, Plant & Equipment	8		
(i) Tangible Assets		2,03,77,124	2,06,63,057
		2,03,77,124	2,06,63,057
(b) Long-Term Loans and Advances	9	8,85,099	8,62,249
(c) Deferred Tax Asset (net)	32	6,08,965	5,59,361
(d) Non -Current Investments	10	2,73,04,182	97,96,569
2			
Current Assets			
(a) Inventories	11	95,25,231	56,02,213
(b) Trade Receivables	12	1,19,77,301	1,03,28,255
(c) Cash and Cash Equivalents	13	3,18,77,493	3,73,78,184
(d) Short-Term Loans and Advances	14	1,93,44,233	86,60,928
		7,27,24,258	6,19,69,580
TOTAL		12,18,99,628	9,38,50,817
Significant Accounting Policies	1		
The accompanying notes form an integral part of financial statements			

As per Our report of even date

For Anay Gogte & Co.

Chartered Accountants

Firm Registration No. 100398W

For and on behalf of the Board of Directors

(A R Gogte)
Partner
M. No 037046

Ivor Desouza
Director
00978987

Nelson Fernandes
Managing Director
00985281

Rajkumar Keswani
Chief Financial Officer

Place : Mumbai
Date : 21.08.2020

Place : Mumbai
Date : 21.08.2020

Evans Electric Limited (formerly Evans Electric Private Limited)
Statement of Profit and Loss for the year ended 31st March 2020

Particulars		Note No.	For the year ended	For the year ended
			31st March, 2020	31st March, 2019
			Rupees	Rupees
1	INCOME			
	Revenue from Operations (Gross)	15	7,28,14,272	6,65,27,239
	Revenue from Operations (Net)		7,28,14,272	6,65,27,239
	Other Income	16	32,39,590	39,57,680
	Total Revenue		7,60,53,862	7,04,84,919
2	EXPENSES			
	Cost of Materials & components consumed	17	1,02,15,120	1,33,57,333
	Changes in inventories of work-in-progress	18	-10,17,599	2,48,925
	Employees Benefit Expenses	19	2,44,80,403	1,87,64,282
	Finance Costs	20	6,28,330	3,94,989
	Depreciation	8	33,43,116	27,35,341
	Other Expenses	21	2,34,57,070	1,75,33,410
	Total Expenses		6,11,06,440	5,30,34,280
3	Profit Before Extraordinary items		1,49,47,422	1,74,50,639
4	Extraordinary Items:			
	Prior Period Item		-	1,83,238
	Goodwill written off		-	27,000
5	Profit after Extraordinary Items and before tax		1,49,47,422	1,72,40,401
6	Tax expense:			
	(a) Current Tax		46,60,000	53,00,000
	(b) Tax expense relating to earlier years		-	-
	(c) Deferred Tax	32	-49,604	-1,54,443
			46,10,396	51,45,557
7	Profit / (Loss) after tax for the year		1,03,37,026	1,20,94,844
8	Earnings Per share			
	Basic and Diluted		7.78	12.09
	Significant Accounting Policies	1		
The accompanying notes form an integral part of financial statements				

As per Our report of even date
For Anay Gogte & Co.
Chartered Accountants
Firm Registration No. 100398W

For and on behalf of the Board of Directors

(A R Gogte)
Partner
M. No 037046

Ivor Desouza
Director
00978987

Nelson Fernandes
Managing Director
00985281

Place : Mumbai
Date : 21.08.2020

Rajkumar Keswani
Chief Financial Officer
Place : Mumbai
Date : 21.08.2020

Evans Electric Limited (formerly Evans Electric Private Limited)

(Amount in Rupees)

Cash Flow Statement	Year ended March 31st	Year ended March 31st
	2020	2019
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax and extraordinary items	1,49,47,422	1,74,50,639
<u>Adjustments to reconcile profit before tax to cash generated by operating activities</u>		
Depreciation and Amortisation expenses	33,43,116	27,35,341
Provision for doubtful debts	33,56,720	-
Interest on Secured Loan	2,06,886	1,71,003
Interest Income	-22,31,460	-32,67,309
Gains from Sale of securities	-3,18,764	-2,96,569
	<hr/>	<hr/>
	43,56,498	-6,57,534
<u>Changes in working capital</u>		
Inventories	-39,23,018	-5,76,730
Trade Receivables	-50,05,766	-15,33,545
Trade Payables	9,41,463	-55,01,926
Other Liabilities and Provisions	18,04,144	10,30,736
Other Loans and Advances	-88,20,766	-30,91,531
	<hr/>	<hr/>
	-1,50,03,943	-96,72,996
Income Tax paid	71,85,389	33,68,697
Net Cash Generated from Operating Activities	-28,85,412	37,51,411
CASH FLOWS FROM INVESTING ACTIVITIES		
Investment in fixed assets	-30,57,182	-6,12,371
Interest Income	22,31,460	32,67,309
Proceeds from sale of non current investment	2,41,37,800	1,33,03,089
Purchase of non current investment	-4,13,26,649	-2,29,86,325
	<hr/>	<hr/>
Net Cash Generated from Investing Activities	-1,80,14,571	-70,28,298
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest on Secured Loan	-2,06,886	-1,71,003
Dividends paid (including dividend distribution tax)	-52,98,206	-
Increase in Borrowings	15,60,384	-
Increase in Share Capital(including securities premium)	1,93,44,000	-
	<hr/>	<hr/>
	1,53,99,292	-1,71,003
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENT	-55,00,691	-34,47,889
CASH AND CASH EQUIVALENT AT THE BEGINNING OF THE PERIOD	3,73,78,184	4,02,59,463
	<hr/>	<hr/>
CASH AND CASH EQUIVALENT AT THE END OF THE PERIOD	3,18,77,493	3,73,78,184

As per Our report of even date

For Anay Gogte & Co.

Chartered Accountants

Firm Registration No. 100398W

For and on Behalf of the Board of Directors

(A R Gogte)

Partner

M. No 037046

Ivor Desouza

Director

DIN 00978987

Nelson Fernandes

Managing Director

DIN 00985281

Rajkumar Keswani

Chief Financial Officer

Place: Mumbai

Date : 21.08.2020

Place: Mumbai

Date : 21.08.2020

Evans Electric Limited (formerly Evans Electric Private Limited)
Notes forming part of the financial statements

Note 1 Significant Accounting Policies

1. BASIS OF PRESENTATION

The accounts have been prepared in accordance with Indian Generally Accepted Accounting Principles(GAAP) under historical cost convention on accrual basis.GAAP comprise mandatory accounting standards as prescribed under section 133 of the Companies Act,2013 ("the Act") read with Rule 7 of the Companies (Accounts) Rules,2014 and the provisions of the Act (to the extent notified).Accounting policies have been consistently applied except where newly issued standard initially adopted or revision to an existing accounting standard requires a change in accounting policy hitherto in use.

2. REVENUE RECOGNITION

Revenue from repairing, servicing is generally recognised as and when service is performed based on agreements/ arrangements with respective parties.

Interest on investments is recognized on a time proportion basis taking into account the amounts invested and the rate of interest.

3. PROPERTY, PLANT & EQUIPMENT

Tangible assets are stated at its acquisition cost, net of accumulated depreciation and impairment losses, if any. Losses arising from the retirement of, and gains or losses arising from disposal of tangible assets which are carried at cost are recognised in the statement of profit and loss. Borrowing cost during the period of construction is added to the cost of eligible tangible assets.

4. INVESTMENTS

Investments are classified into current and non current investments. Current investments are stated at lower of cost and fair value. Non Current investments are stated at cost. A provision for diminution is made to recognise a decline, other than temporary, in the value of non current investments.

5. INVENTORY VALUATION (by management and relied upon by auditors)

- (a) Materials and Components are valued at Cost or Market Value, which is lower
- (b) Work-in-progress are valued at estimated Cost

Evans Electric Limited (formerly Evans Electric Private Limited)
Notes forming part of the financial statements

6. EMPLOYEE BENEFIT COSTS

1. Short Term Employee Benefits

All Employee benefits due for payment within 12 months of rendering the services are classified as short term employee benefits. The benefits like salaries, Bonus and wages are recognized in the period in which the employee renders the related service.

2. Post Employee Benefits

The company has implemented a defined benefit retirement plan with the Life Insurance Corporation of India named as Evans Electric Pvt Ltd. Group Gratuity scheme. Under the plan, LIC determines the contribution payable by the company towards the Group Gratuity Scheme on the basis of actuarial valuation carried out by an independent actuary at each balance sheet date. The components of defined benefit plan cost are as follows:

Plan Assets

Plan assets comprise the following:	31-03-2020	31-03-2019
Insurer Managed Funds (Life Insurance Corporation of India)	100%	100%

Actuarial Assumptions

Discount Rate (per annum)	7.5%	7.5%
Salary Escalation	4%	4%
Mortality Rate	LIC (2006-08) ultimate	LIC (2006-08) ultimate
Withdrawal Rate	1% to 3% depending on age	1% to 3% depending on age
Number of Employees	12	12

The company makes the contribution to the Group Gratuity Scheme as determined by LIC. On retirement/ death of an employee, the gratuity is paid from Evans Electric Pvt Ltd Group Gratuity Scheme.

7. DEPRECIATION

Depreciation on the Fixed assets is provided at the rates and in the manner specified in Schedule II of the Companies Act, 2013 on written down value method.

8. IMPAIRMENT OF ASSETS

The Management periodically assesses, using external and internal sources, whether there is an indication that an asset may be impaired. Impairment losses if any, are provided to the extent, the carrying amount of assets exceed their recoverable amount.

Evans Electric Limited (formerly Evans Electric Private Limited)
Notes forming part of the financial statements

9. EARNINGS PER SHARE

The earnings considered in ascertaining the company's EPS comprises the net profit after tax. The number of shares used in computing basic EPS is the weighted average number of shares outstanding during the year.

10. FOREIGN CURRENCY TRANSACTIONS

Foreign currency transactions are recorded in the reporting currency by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of transaction. Foreign currency monetary items are reported using the closing rate.

Exchange differences arising on the settlement of monetary items or on reporting company's monetary items at rates different from those at which they were initially recorded during the year, or reported in previous financial statements are recognised as income or expense in the year in which they arise.

11. PROVISIONS

A provision is recognised when an enterprise has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are determined based on management estimate required to settle the obligation at the balance sheet date.

12. TAXES ON INCOME

Tax expense comprises current tax & deferred tax. Current tax is measured at the amount expected to be paid to the tax authorities, using the applicable tax rates. Deferred tax assets and liabilities are recognised for future tax consequences attributable to timing differences between taxable income & accounting income that are capable of reversal in one or more subsequent years and are measured using relevant enacted tax rates.

13. SEGMENT REPORTING

Operating segments are reported in a manner consistent with the internal reporting provided to the management. Based on the company's business model, repair contracts have been considered as the only reportable business segment and hence no separate disclosures provided in respect of its single business segment.

14. CASH FLOW STATEMENT

Cash Flows are reported using the indirect method, whereby profit/ loss before extraordinary items and tax is adjusted for the effects of transactions of non cash nature. The cash flows from operating, investing and financing activities of the company are segregated based on the available information. In the cash flow statement, cash and cash equivalents include cash in hand, demand deposits with banks and other short term highly liquid investments with original maturities of three months or less.

Evans Electric Limited (formerly Evans Electric Private Limited)
Notes forming part of the financial statements

Note 2 Share Capital

Particulars	As at 31st March, 2020		As at 31st March, 2019	
	Number of shares	Rupees	Number of shares	Rupees
(a) Authorised Equity shares of Rs 10 each with voting rights Equity shares of Rs 10 each with voting rights	15,00,000	1,50,00,000	15,00,000	1,50,00,000
(b) Issued, Subscribed and fully paid up Equity shares of Rs 10 each with voting rights Equity shares of Rs 10 each with voting rights	13,72,000	1,37,20,000	10,00,000	1,00,00,000
Total	13,72,000	1,37,20,000	10,00,000	1,00,00,000

Particulars		
Notes:		
2 (i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:		
Particulars	Opening Balance	Closing Balance
Equity shares with voting rights		
Year ended 31st March, 2020		
- Number of shares	10,00,000	13,72,000
- Amount (Rs.)	1,00,00,000	1,37,20,000
Increase in shares		
- Number of shares issued	3,72,000	
- Amount (Rs.)	37,20,000	
Year ended 31st March, 2019		
- Number of shares	10,00,000	10,00,000
- Amount (Rs.)	1,00,00,000	1,00,00,000

2 (ii) The Company has issued only one class of equity shares having a par value of Rs. 10/- (previous year Rs. 10/- each) per share. Each holder of Equity Share is entitled to one vote per share.

2 (iii) Of the above, 531 Equity shares were originally allotted as fully paid up to Vendors & Technical Director pursuant to the contract for consideration other than cash and 36,000 shares were allotted as fully paid bonus shares by Capitalising General Reserves.

2 (iv) Details of shares held by each shareholder holding more than 5% shares:

Class of shares / Name of shareholder	As at 31st March, 2020		As at 31st March, 2019	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Equity shares with voting rights				
Ivor De Souza	6,74,994	49.20%	6,74,994	67.50%
Nelson Lionel Fernandes	2,00,000	14.58%	2,00,000	20.00%
Jason De Souza	62,500	4.56%	62,500	6.25%
Daniel De Souza	62,500	4.56%	62,500	6.25%

Evans Electric Limited (formerly Evans Electric Private Limited)**Notes forming part of the financial statements****Note 3 Reserves and Surplus**

Particulars	As at 31st March, 2020	As at 31st March, 2019
	Rupees	Rupees
(a) Capital Reserve	3,80,000	3,80,000
(b) Investment Allowance Utilised Reserve	7,08,964	7,08,964
(c) General Reserve	27,77,840	27,77,840
(d) Securities Premium	1,56,24,000	-
(e) Surplus in Statement of Profit and Loss		
Opening Balance	6,80,38,961	6,09,44,117
Add: Profit for the year	1,03,37,026	1,20,94,844
Less: Appropriations		
Utilised for Issue of Bonus Shares	-	50,00,000
Interim Dividend (Amount per equity share Rs.1/-)	13,72,000	-
Final Dividend (Amount per equity share Rs. 2.2/-)	30,18,400	-
Dividend Distribution Tax	9,07,806	-
Net Surplus in the Statement of Profit and Loss	7,30,77,781	6,80,38,961
Total	9,25,68,585	7,19,05,765

Evans Electric Limited (formerly Evans Electric Private Limited)
Notes forming part of the financial statements

Note 4 Short Term Borrowings

Particulars	As at 31st March, 2020	As at 31st March, 2019
	Rupees	Rupees
Secured Loan		
Loans Repayable on Demand		
Cash Credit Facility from Bank	15,60,384	-
Total	15,60,384	-

Note: 4 (i)

Cash Credit from Union Bank of India is Secured by -

- Hypothecation of book debts and stock
- Interest rate is 1Y MCLR +3.15%-0.25%

Note 5 Trade Payables

Particulars	As at 31st March, 2020	As at 31st March, 2019
	Rupees	Rupees
Trade Payables		
- For Goods	37,65,846	23,61,530
- For Expenses	20,78,274	25,41,127
Total	58,44,120	49,02,657

Note 6 Other Current Liabilities

Particulars	As at 31st March, 2020	As at 31st March, 2019
	Rupees	Rupees
Statutory payables	20,86,028	14,35,048
Creditors for fixed assets	13,91,981	-
Total	34,78,009	14,35,048

Note 7 Short Term Provisions

Particulars	As at 31st March, 2020	As at 31st March, 2019
	Rupees	Rupees
Provision for Employee Benefits	68,530	3,07,347
Provision for Income Tax	46,60,000	53,00,000
Total	47,28,530	56,07,347

Evans Electric Limited (formerly Evans Electric Private Limited)
Notes forming part of the financial statements

Note 8 Property, Plant & Equipment

(figures in Rupees)

Particulars	GROSS BLOCK				DEPRECIATION					NET BLOCK		
	As at 01/04/2019	Addition	Impairment of Assets	Deletion	As at 31/03/2020	As at 01/04/2019	For the year	Impairment of Assets	Deletion	As at 31/03/2020	As at 31/03/2020	As at 31/03/2019
Tangible Assets												
Land	41,59,080		-		41,59,080	-	-	-	-	-	41,59,080.00	41,59,080
Building	2,73,99,617	22,69,534	-		2,96,69,151	1,56,43,424	13,31,846	-		1,69,75,270	1,26,93,881.22	1,17,56,193
Plant & Machinery	61,61,438	5,11,463	-	-	66,72,901	38,58,921	4,54,873	-	-	43,13,794	23,59,106.74	23,02,516
Furniture & Fixtures	31,51,619	53,092	-	-	32,04,711	29,65,142	66,829	-	-	30,31,971	1,72,739.86	1,86,477
Computer	1,96,872	2,23,093	-	-	4,19,965	1,80,181	1,20,930	-	-	3,01,111	1,18,854.00	16,691
Vehicles	53,98,365	-	-	-	53,98,365	31,56,265	13,68,638	-	-	45,24,903	8,73,461.98	22,42,100
	4,64,66,991	30,57,182	-	-	4,95,24,173	2,58,03,933	33,43,116	-	-	2,91,47,049	2,03,77,123.80	2,06,63,057
Intangible Assets												
	-	-	-		-	-	-	-	-	-	-	-
Total	4,64,66,991	30,57,182	-	-	4,95,24,173	2,58,03,933	33,43,116	-	-	2,91,47,049	2,03,77,123.80	2,06,63,057
Previous Year	4,59,81,620	11,12,371	-	6,27,000	4,64,66,991	2,30,68,592	30,67,019	-	3,31,678	2,58,03,933	2,06,63,056.98	2,29,13,027

Evans Electric Limited (formerly Evans Electric Private Limited)
Notes forming part of the financial statements

Note 9 Long Term Loans and Advances

Particulars	As at 31st March, 2020	As at 31st March, 2019
	Rupees	Rupees
Unsecured and considered good		
Advance towards Land purchase	1,00,000	1,00,000
Vat Refund Receivable	5,98,882	5,98,882
Deposits with Others	1,86,217	1,63,367
Total	8,85,099	8,62,249

Note 10 Non-current investments

Particulars	No. of Shares/Units		Amount	
	As at 31st March, 2020	As at 31st March, 2019	As at 31st March, 2020	As at 31st March, 2019
	Units	Units	Rupees	Rupees
Non Trade Investments				
Investment in UTI (Liquid Cash Plan Growth) Mutual Fund Quoted-At Cost	2	3,252	6,538	97,96,569.00
Investment in UTI Arbitrage Fund -(Regular Dividend Plan Payout) Mutual Fund Quoted-At Cost	10,79,182	-	1,72,97,644	-
Investment in UTI Arbitrage Fund -(Regular Growth Plan Payout) Mutual Fund Quoted-At Cost	3,78,720	-	1,00,00,000	-
Total	14,57,905	3,252	2,73,04,182	97,96,569

Book Value of quoted Investments is Rs. 2,73,04,182/- (P.Y. was 97,96,569)

Market Value of quoted investments is Rs. 2,72,17,536/-

Note 11 Inventories

Particulars	As at 31st March, 2020	As at 31st March, 2019
	Rupees	Rupees
Materials & components	47,61,351	18,55,932
Work In progress	47,63,880	37,46,281
Total	95,25,231	56,02,213

Evans Electric Limited (formerly Evans Electric Private Limited)
Notes forming part of the financial statements

Note 12 Trade Receivables

Particulars	As at 31st March, 2020	As at 31st March, 2019
	Rupees	Rupees
Unsecured and considered good		
Trade Receivables (Outstanding for more than six months)	10,79,474	69,64,486
Other Trade Receivables	1,08,97,827	33,63,769
Unsecured and considered doubtful		
Trade Receivables (Outstanding for more than six months)	33,56,720	-
Less: Provision For doubtful debts	33,56,720	-
	-	-
Total	1,19,77,301	1,03,28,255

Note 13 Cash and Cash Equivalents

Particulars	As at 31st March, 2020	As at 31st March, 2019
	Rupees	Rupees
Balances with Banks- on current accounts	4,40,205	13,33,224
Cash in Hand	6,33,988	4,90,089
Fixed deposits with bank *		
- Maturity > 12 months	3,08,03,300	3,55,54,871
Total	3,18,77,493	3,73,78,184

* includes deposits pledged to bank for availing non fund based facilities

Note 14 Short Term Loans and Advances

Particulars	As at 31st March, 2020	As at 31st March, 2019
	Rupees	Rupees
Unsecured and considered good		
Prepaid Expenses	62,64,879	25,95,439
Advances to Employees	6,41,703	10,00,036
Advance Income Tax	61,12,179	42,26,790
Advances recoverable in cash / value to be received	59,38,377	4,26,758
Retention deposits	3,87,095	4,11,905
Total	1,93,44,233	86,60,928

Evans Electric Limited (formerly Evans Electric Private Limited)
Notes forming part of the financial statements

Note 15 Revenue From Operations

Particulars	For the year ended 31st March, 2020	For the year ended 31st March, 2019
	Rupees	Rupees
Income from repair contracts- Domestic	7,10,52,090	6,57,14,204
Income from repair contracts- Foreign	17,62,182	8,13,035
Revenue from Operations (Gross)	7,28,14,272	6,65,27,239
Revenue from Operations	7,28,14,272	6,65,27,239

Note 16 Other Income

Particulars	For the year ended 31st March, 2020	For the year ended 31st March, 2019
	Rupees	Rupees
Interest Income	22,31,460	32,67,309
Other Income	6,89,366	3,93,802
Gain on sale of investments	3,18,764	2,96,569
Total	32,39,590	39,57,680

Note 17 Cost of Material and components*

Particulars	For the year ended 31st March, 2020	For the year ended 31st March, 2019
	Rupees	Rupees
Opening Stock	18,55,932	10,30,277
Add: Purchases	1,31,20,539	1,41,82,988
Less: Closing Stock	47,61,351	18,55,932
Total	1,02,15,120	1,33,57,333

*The disclosures required are given to the extent applicable and available with the company. This is an Industrial Company whose main activity is the rendering of specialized Technical Services by way of processing, repairing, rewinding, converting, redesigning, etc. of electrical equipments including motors, generators and transformers. The information required regarding item wise value breakup of stocks, purchases and consumption of Materials and Components has not been worked out as it is impracticable to do so without expenditure of time and money which would be disproportionate to the results obtained and moreover would not give meaningful additional information as also required .

Note 18 Changes In Inventories

Particulars	For the year ended 31st March, 2020	For the year ended 31st March, 2019
	Rupees	Rupees
Opening Stock		
Work In progress	37,46,281	39,95,206
	37,46,281	39,95,206
Closing Stock		
Work In progress	47,63,880	37,46,281
	47,63,880	37,46,281
(Increase)/ Decrease	- 10,17,599	2,48,925

Evans Electric Limited (formerly Evans Electric Private Limited)
Notes forming part of the financial statements

Note 19 Employee Benefit Expense

Particulars	For the year ended 31st March, 2020	For the year ended 31st March, 2019
	Rupees	Rupees
Salaries, Wages and Bonus etc.	1,83,80,482	1,47,74,056
Salary to Directors	44,37,756	28,79,609
Contribution to Provident Fund and Other Fund	12,15,620	8,51,741
Gratuity expenses	-	32,268
Staff Welfare Expenses	4,46,545	2,26,608
Total	2,44,80,403	1,87,64,282

Note 20 Finance Costs

Particulars	For the year ended 31st March, 2020	For the year ended 31st March, 2019
	Rupees	Rupees
Interest Expense	2,06,886	1,71,003
Bank charges	4,21,444	2,23,986
Total	6,28,330	3,94,989

Note 21 Other Expenses

Particulars	For the year ended 31st March, 2020	For the year ended 31st March, 2019
	Rupees	Rupees
Labour Charges	43,22,397	81,89,840
Power & Fuel	9,27,937	8,46,629
Professional & Legal Fees	12,41,562	5,66,227
Postage & Courier	56,322	54,565
Telephone Charges	2,77,740	2,71,937
Subscription & Membership Fees	2,37,293	1,12,499
Auditor's Remuneration		
-Audit Fees	2,75,000	2,60,000
-Certification	5,000	40,000
-Any other matter	-	-
Commission on Sale	19,45,465	2,16,080
Rent	7,62,407	6,60,216
Conveyance & Travelling	18,55,754	8,53,157
Freight Charges	19,49,240	11,43,346
Repairs & Maintenance		
- Machinery	84,581	97,045
- Building	62,665	14,629
- Others	1,45,704	1,57,902
Printing & Stationery	35,898	59,862
Sales Promotion Expenses	2,70,129	86,079
Site Expenses	19,33,035	14,26,486
Insurance	2,82,790	1,41,757
Rates & Taxes	1,18,702	5,75,175
Miscellaneous Expenses	1,88,301	1,86,210
Testing charges	15,65,481	3,54,700
Provision for Doubtful Debts	33,56,720	-
Bad Debts	2,68,408	3,46,415
IPO Related Expenses	11,23,716	8,72,654
Meeting Expenses	1,64,823	-
Total	2,34,57,070	1,75,33,410

Evans Electric Limited (formerly Evans Electric Private Limited)
Notes forming part of the financial statements

Note 22 Commitments pending execution on capital account (net of advances) : Nil (P.Y. Nil)

Note 23 Contingent Liabilities : Bank Guarantees INR 167.19 Lacs (P.Y.235.71 lacs)

Note 24 Value of components & materials Consumed: Not Applicable

Note 25 Earnings in Foreign Exchange

Particulars

	31st March 2020		31st March 2019
Income from Foreign Contracts	Rs. 17,62,182	Rs.	8,13,035
Total	<u>Rs. 17,62,182</u>	<u>Rs.</u>	<u>8,13,035</u>

Note 26 Value of Imports on CIF Basis - Components Purchase NIL/- (Previous Year- Rs. 2,05,333)

Note 27 Expenditure in Foreign Currency (subject to tax withholding where applicable)-

	31st March 2020		31st March 2019
Membership Fee	Rs. 2,37,293	Rs.	1,89,590

Evans Electric Limited (formerly Evans Electric Private Limited)
Notes forming part of the financial statements

Note 28 Related party disclosures- As identified by the management and relied upon by the auditors

(1) List of related parties and Relationships

Name of Related Party	Nature of Relationship
Nelson Fernandes	Managing Director
Clarence Dsa	Director
Daniel Desouza	Director
Ivor D'Souza	Director
Iyleen Fernandes	Whole time Director
Anil Vasudev Kamath	Director
Frederick Joseph Vaz	Director
Rajkumar Keswani	CFO
Clarence D'Sa	Relative of Director
Jeanne D'Sa	Relative of Director
Britto Menezes	Relative of Director
Jason High Voltage Private limited	Associate concern
Iyleen Fluxpower Private limited	Associate concern
Priyanka Shah	Company Secretary

(2) Related party transactions

Name of Related Party	Nature of Transaction	Transaction Value Rs.
Jason High Voltage Private limited	Labour charges	7,69,136
Jason High Voltage Private limited	Capital Goods Purchase	5,71,120
Ivor D'Souza	Salary	17,62,129
Nelson Fernandes	Salary	19,74,537
Rajkumar Keswani	Salary	14,19,793
Iyleen Fernandes	Salary	7,01,090
Iyleen Fernandes	Rent	5,76,000
Priyanka Shah	Salary	16,854
Ivor D'Souza	Dividend on equity shares	21,59,981
Nelson Fernandes	Dividend on equity shares	6,40,000

Note 29 Earnings Per Share

Net Profit after tax for the year has been used as the numerator and number of shares has been used as denominator for calculating the basic and diluted earnings per share.

	31st March 2020		31st March 2019	
Face Value Per share	Rs.	10.00	Rs.	10.00
Weighted Average number of shares		13,28,295		10,00,000
Basic and Diluted Earnings per share	Rs.	7.78	Rs.	12.09

Evans Electric Limited (formerly Evans Electric Private Limited)

Notes forming part of the financial statements

Note 30

In accordance with AS-15 Retirement benefits, the company has contributed an amount of Rs.32,268 /- to the Group Gratuity scheme managed by Life Insurance Corporation of India (previous year Rs. 26,666/-) which is recognised as an expense. (Refer Note 1,6)

Note 31 Micro, Small and Medium Enterprises Development Act 2006

As per information available with the company, none of the creditors have confirmed that they are registered under the Micro, Small & Medium Enterprises Development Act 2006. Accordingly, disclosure as required by the said act is made on that basis.

Note 32 Deferred Tax Asset / Liability (Net)

	<u>31st March 2020</u>		<u>31st March 2019</u>	
a. Deferred Tax Asset				
- Depreciation	Rs.	6,05,779	Rs.	-73,251
- 43B disallowance (Bonus)	Rs.	1,24,161	Rs.	1,12,627
35D Disallowance (IPO Expenses)	Rs.	-	Rs.	6,98,123
Reversal of Deferred Tax Asset				
- 43B Disallowance Reversal (Bonus)	Rs.	1,12,627	Rs.	1,82,348
- 35D Disallowance (IPO Expenses)	Rs.	1,74,531	Rs.	-
Deferred Tax Asset	Rs.	1,08,400	Rs.	1,54,443
Effect of change in Rate of taxes				
Reversal of Deferred Tax Liability	Rs.	21,293	Rs.	-
Reversal of Deferred Tax Asset	Rs.	-80,089	Rs.	-
Net Deferred Tax Asset/ (Liability)	Rs.	49,604	Rs.	1,54,443

Note 33

During the year ended 31st March 2020 the company had completed the Initial Public Offer (IPO) of its equity shares comprising a fresh issue of 3,72,000 equity shares having a Face Value of Rs.10/- each at an offer price of Rs.52/- per share aggregating to Rs.1.93 crores. Pursuant to the IPO the equity shares of the company have got listed on BSE Ltd (SME Platform) on 13th May 2019.

Evans Electric Limited (formerly Evans Electric Private Limited)
Notes forming part of the financial statements

Note 34

In view of the unprecedented COVID-19 pandemic, the management has made an assessment of its position as at the Balance Sheet date. In assessing, the company has taken into consideration external and internal information upto the date of approval of these financial results. The company has assessed its liquidity, assets, capital and financial resources, profitability, internal financial reporting and has concluded that there has been no material impact to its financial position or its operations.

Note 35

Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

As per Our report of even date
For Anay Gogte & Co.
Chartered Accountants
Firm Registration No. 100398W

(A R Gogte)
Partner
M. No 037046

For and on behalf of Board of Directors

Ivor Desouza
Director
DIN 00978987

Nelson Fernandes
Managing Director
DIN 00985281

Rajkumar Keswani
Chief Financial Officer

Place: Mumbai
Date : 21.08.2020

Place: Mumbai
Date : 21.08.2020