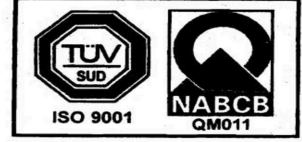


REGD. OFF. : 315/321, PROSPECT CHAMBERS,  
2ND FLOOR, DR. D. N. ROAD, FORT, MUMBAI-400 001. (INDIA)  
TEL. : (91) (22) 2285 2552 / 2204 4159  
FAX : (91) (22) 2287 5841  
E-mail : info@deccanbearings.com  
Website : www.deccanbearings.com  
CIN NO. : L29130MH1985PLC035747



Date: 03<sup>rd</sup> September, 2020

To,  
The Corporate Service Department,  
BSE Limited  
P.J. Towers, Dalal Street,  
Mumbai- 400001.

Scrip Code: 505703

Sub: Submission of Annual Report under Regulation 34(1) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Dear Sir / Madam,

Please find enclosed Notice of 35<sup>th</sup> Annual General Meeting and copy of Annual Report as per Regulation 34(1) of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 for the year ended 31<sup>st</sup> March, 2020 for your records.

Kindly take note of the same and oblige.

For Deccan Bearings Limited,

*Ankita*

Ankita Anil Patankar

Company Secretary & Compliance Officer

Encl.: Annual Report for the year ended 31<sup>st</sup> March, 2020.

# **DECCAN BEARINGS LIMITED**

35<sup>th</sup>  
ANNUAL REPORT  
2019-2020

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# DECCAN BEARINGS LIMITED

## ANNUAL REPORT 2019-2020

### CORPORATE INFORMATION

#### BOARD OF DIRECTORS:

- |                            |                                     |
|----------------------------|-------------------------------------|
| ❖ Mr. Kiran Nagindas Vora  | Managing Director                   |
| ❖ Mr. Rajeev DamodarShenvi | Non- Executive Independent Director |
| ❖ Mr. Vinay Tendulkar      | Non- Executive Independent Director |
| ❖ Mrs. Shilpa Parab        | Non- Executive Independent Director |

#### CHIEF FINANCIAL OFFICER

- ❖ Mr. RiteshParab

#### COMPANY SECRETARY AND COMPLIANCE OFFICER

- ❖ Ms. Ankita Anil Patankar

#### REGISTERED OFFICE:

315/321 Prospect Chambers Dr. D. N. Road, Fort, Mumbai – 400001

Website: [www.deccanbearings.in](http://www.deccanbearings.in)

Contact no: 022- 22875841/43470986

#### REGISTRARS AND SHARE TRANSFER AGENTS:

**Purva Sharegistry (India) Pvt. Ltd.**

Unit no. 9, Shiv Shakti Ind. Estate., J .R. Boricha Marg,

Opp. Kasturba Hospital Lane, Lower Parel (East), Mumbai- 400011

#### AUDITORS

**M/S.K.S MAHESHWARI & CO.**

(CHARTERED ACCOUNTANTS)

203, Shripad Darshan, Ayre Road,Dombivali-421201

#### BANKERS:

State Bank of India (SME Backbay Reclamation Branch)

SME Backbay Reclamation,

Nariman Point, Mumbai - 400 021

#### UNIT

Opp. SKM Industries, Survey No.24/1, Plot No.12,

Shapar Veraval, Rajkot, Gujarat, 360024

# DECCAN BEARINGS LIMITED

## ANNUAL REPORT 2019-2020

NOTICE is hereby given that the 35th Annual General Meeting of the Members of Deccan Bearings Limited will be held on Saturday, September 26, 2020 at 11.00 A.M. through Video- conference (VC) / Other Audio-Visual Means (OAVM) to transact the following business:

### ORDINARY BUSINESS:

1. To receive, consider and adopt the audited financial statements for the year ended 31<sup>st</sup> March,2020 and the reports of the Board of Directors and Auditors thereon.
2. To appoint a Director in place of Mr. Kiran Vora, (DIN: 00108607), who retires by rotation and being eligible, has offered himself for re-appointment.

### SPECIAL BUSINESS:

3. To consider and if thought fit, to pass with or without modification(s), the following resolution as a **Special Resolution:**

**“RESOLVED THAT** pursuant to the provisions of Sections 149, 152, read with Schedule IV and other applicable provisions of the Companies Act, 2013 (“the Act”) and the Companies (Appointment and Qualification of Directors) Rules, 2014 and other applicable provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), and as per the recommendation of Nomination and Remuneration Committee Mr. Rajeev Shenvi (DIN 00089917) who has submitted a declaration that he meet the criteria of independence as provided under section 149(6) of the Act and regulations 16(1)(b) of the SEBI(LODR) regulations, 2015, be and is hereby re-appointed as an Independent Director of the Company for a second term of 5 (Five) years and not liable to retire by rotation and he shall hold the office up to 1<sup>st</sup> August 2024”.

**By order of board of directors,  
Deccan Bearings Limited**

**Sd/-  
Mr. Kiran Vora  
Managing Director  
DIN: 00108607**

**Date: 24<sup>th</sup> August 2020**

**Place: Mumbai**

**CIN: L29130MH1985PLC035747**

### **Registered office:**

315/321 Prospect Chambers,  
Dr D N Road, Fort  
Mumbai – 400 001

# DECCAN BEARINGS LIMITED

## ANNUAL REPORT 2019-2020

### NOTES: -

1. In view of the situation arising due to COVID-19 global pandemic, the general meetings of the companies shall be conducted as per the guidelines issued by the Ministry of Corporate Affairs (MCA) vide Circular No. 14/2020 dated April 08, 2020, Circular No.17/2020 dated April 13, 2020 and Circular No. 20/2020 dated May 05, 2020 through VC / OAVM without the physical presence of the Members at a common venue. In compliance with the provisions of the Companies Act, 2013 ("the Act"), the Securities and Exchange Board of India (SEBI) (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") and MCA Circulars, the AGM of the Company is being held through VC / OAVM.
2. As per the guidelines issued by MCA vide Circulars mentioned above, and in view of the current extraordinary circumstances due to COVID 19, Notice of AGM along with Annual Report 2019-20 is being sent through electronic mode to those members whose email addresses are registered with the Company/Registrar and Share Transfer Agents (RTA)/ Depositories.
3. Pursuant to the provision of Section 91 of Companies Act 2013, the register of members and share transfer books will remain closed from 21<sup>st</sup> September, 2020 to 25<sup>th</sup> September, 2020(both days inclusive).
4. At the 32<sup>nd</sup> AGM held on September 7, 2017 the members approved appointment of M/s. K.S. Maheshwari & Co., Chartered Accountants Firm (Firm Registration No.105846W) Auditors of the Company to hold office from the conclusion of 32<sup>th</sup> AGM till the conclusion of the 37<sup>th</sup>AGM, subject to ratification of their appointment by Members at every AGM. The requirement to place the matter relating to appointment of auditors for ratification by Members at every AGM has been done away by the Companies (Amendment)Act, 2017 with effect from May 7, 2018. Accordingly, no resolution is being proposed for ratification of appointment of auditors at the 35<sup>th</sup>AGM.
5. The Explanatory Statement pursuant to Section 102 of the Companies Act, 2013, which sets out details relating to Special Business at the meeting, is annexed hereto
6. Pursuant to MCA Circular No. 14/2020 dated April 08, 2020, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, the Body Corporates are entitled to appoint authorised representatives to attend the AGM through VC/OAVM and cast their votes through e-voting.
7. Body Corporates whose Authorised Representatives are intending to attend the Meeting through VC/OAVM are requested to send to the Company on their email id [deccan.bearings9@gmail.com](mailto:deccan.bearings9@gmail.com), a certified copy of the Board Resolution authorizing their representatives to attend and vote on their behalf at the Meeting and through e-voting.
8. In case of joint holders attending the meeting, only such joint holders who are higher in order of the names will be entitled to vote.
9. The Notice and Annual Report 2019-2020 of the Company circulated to the Members of the Company, will be made available on the Company's website at [www.deccanbearings.in](http://www.deccanbearings.in) and also on the website of Stock Exchange [www.bseindia.com](http://www.bseindia.com). The AGM Notice is also disseminated on the website of CDSL (agency for providing the Remote e-Voting facility and e-voting system during the AGM) i.e. [www.evotingindia.com](http://www.evotingindia.com).
10. All documents referred to in the accompanying Notice and Statement setting out material facts are open for inspection online on all working days during working hours up to the date of the 35<sup>th</sup> AGM.

# DECCAN BEARINGS LIMITED

## ANNUAL REPORT 2019-2020

11. Shareholders are requested to update their email ids with RTA at <https://www.purvashare.com/email-and-phone-updation/>
12. As per Regulation 40 of Listing Regulations, as amended, securities of Listed Companies can be transferred only in dematerialized form with effect from, April 01, 2019, except in case of request received or transmission or transposition of securities. In view of this and to eliminate all risks associated with physical shares and for ease of portfolio management, members holding shares in physical form are requested to consider converting their holdings to dematerialized form. Members can contact the Company's RTA for assistance in this regard.
13. Since the AGM will be held through VC/OAVM, the Route Map is not annexed to this Notice.

#### **14. Voting through electronic means:**

Pursuant to the provisions of Section 108 of the Companies Act, 2013, Rule 20 and Rule 21 of the Companies (Management and Administration) Rules, 2014, as amended from time to time and sub clause (1) and (2) of Regulation 44 of Listing Regulations read with MCA Circulars dated April 08, 2020, April 13, 2020 and May 05, 2020, the Company is pleased to provide members facility of 'remote e-voting' (e-voting from a place other than venue of the AGM) to exercise their right to vote at the AGM. The business may be transacted through e-voting services provided by Central Depository Services Limited (CDSL).

The Members can join the AGM in the VC/OAVM mode 15 minutes before the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available to atleast 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.

The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of ascertaining the quorum under Section 103 of the Companies Act, 2013.

Only those Members whose names are recorded in the Register of Members of the Company or in the Register of Beneficial Owners maintained by the Registrars as on the cut-off date shall be entitled to vote. If a person has ceased to be the member on the cut-off date, he/she shall not be entitled to vote. Such person should treat this notice for information purpose only.

The Company has appointed Mr. Suhas S. Ganpule, Practicing Company Secretary, as the Scrutinizer for conducting the remote e-voting and the voting process at the AGM in a fair and transparent manner.

The Scrutinizer shall submit his report to the Chairman or any person authorised by him in writing. The results declared along with the report of the Scrutinizer shall be placed on the website of the Company i.e. [www.deccanbearings.in](http://www.deccanbearings.in) and on the website of CDSL i.e. [www.evotingindia.com](http://www.evotingindia.com) after the declaration of the result by the Chairman or by the person authorised by him in this behalf. The results shall also be uploaded on the BSE Listing Portal.

It is hereby clarified that it is not mandatory for a member to vote using the remote e-voting facility, and a member may avail of the facility at his/her/it discretion, subject to compliance with the instructions prescribed below:

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

- (i) The voting period begins on Wednesday, 23<sup>rd</sup> September, 2020 and ends on Friday, 25<sup>th</sup> September 2020 During this period shareholders’ of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of Saturday, 19<sup>th</sup> September, 2020 cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- (iii) The shareholders should log on to the e-voting website [www.evotingindia.com](http://www.evotingindia.com).
- (iv) Click on Shareholders Module.
- (v) Now Enter your User ID
  - a. For CDSL: 16 digits beneficiary ID,
  - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
  - c. Members holding shares in Physical Form should enter Folio Number registered with the Company.
- (vi) Next enter the Image Verification as displayed and Click on Login.
- (vii) If you are holding shares in demat form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) and voted on an earlier voting of any company, then your existing password is to be used.
- (viii) If you are a first time user follow the steps given below:

	<b>For Members holding shares in Demat Form and Physical Form</b>
PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) <ul style="list-style-type: none"> <li>• Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.</li> </ul>
Dividend Bank Details <b>OR</b> Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyyformat)as recorded in your demat account or in the company records in order to login. <ul style="list-style-type: none"> <li>• If both the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (v).</li> </ul>

- (ix) After entering these details appropriately, click on “SUBMIT” tab.
- (x) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach ‘Password Creation’ menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.



# DECCAN BEARINGS LIMITED

## ANNUAL REPORT 2019-2020

- (xi) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (xii) Click on the EVSN for the relevant “Deccan Bearings Limited” on which you choose to vote.
- (xiii) On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES/NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xiv) Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
- (xv) After selecting the resolution you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.
- (xvi) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
- (xvii) You can also take a print of the votes cast by clicking on “Click here to print” option on the Voting page.
- (xviii) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xix) Shareholders can also cast their vote using CDSL’s mobile app m-Voting available for android based mobiles. The m-Voting app can be downloaded from Google Play Store. Apple and Windows phone users can download the app from the App Store and the Windows Phone Store respectively. Please follow the instructions as prompted by the mobile app while voting on your mobile.

### **PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL ADDRESSES ARE NOT REGISTERED WITH THE DEPOSITORIES FOR OBTAINING LOGIN CREDENTIALS FOR E-VOTING FOR THE RESOLUTIONS PROPOSED IN THIS NOTICE:**

1. For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) by email to support@purvashare.com.
2. For Demat shareholders - please provide Demat account details (CDSL-16 digit beneficiary ID or NSDL-16 digit DPID + CLID), Name, client master or copy of Consolidated Account statement, PAN (self- attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) to support@purvashare.com
3. The company/RTA shall co-ordinate with CDSL and provide the login credentials to the abovementioned shareholders.

### **INSTRUCTIONS FOR SHAREHOLDERS ATTENDING THE AGM THROUGH VC/OAVM ARE AS UNDER:**

1. Shareholder will be provided with a facility to attend the AGM through VC/OAVM through the CDSL e-Voting system. Shareholders may access the same at <https://www.evotingindia.com> under shareholders/members login by using the remote e-voting credentials. The link for VC/OAVM will be available in shareholder/members login where the EVSN of Company will be displayed.

2. Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.
3. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
4. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
5. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance atleast 7 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number, queries at [deccan.bearings9@gmail.com](mailto:deccan.bearings9@gmail.com) The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance 7 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at [deccan.bearings9@gmail.com](mailto:deccan.bearings9@gmail.com). These queries will be replied to by the Company suitably by email.
6. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.

**INSTRUCTIONS FOR SHAREHOLDERS FOR E-VOTING DURING THE AGM ARE AS UNDER:-**

1. The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for Remote e-voting.
2. Only those shareholders, who are present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the AGM.
3. If any Votes are cast by the shareholders through the e-voting available during the AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders shall be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.
4. Shareholders who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.

**(xx) Note for Non - Individual Shareholders and Custodians**

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

**DECCAN BEARINGS LIMITED**  
**ANNUAL REPORT 2019-2020**

- (xxi) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions (“FAQs”) and e-voting manual available at [www.evotingindia.com](http://www.evotingindia.com), under help section or write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).

**By order of board of directors,  
Deccan Bearings Limited**

**Sd/-  
Mr. Kiran Vora  
Managing Director  
DIN: 00108607**

**Date: 24<sup>th</sup> August 2020  
Place: Mumbai**

# DECCAN BEARINGS LIMITED

## ANNUAL REPORT 2019-2020

### EXPLANATORY STATEMENT-

The Explanatory statement pursuant to Section 102(1) of the Companies Act, 2013, in respect of the item no. 3 is annexed and forms a part of this Notice.

#### Item No.3:

Mr. Rajeev Shenvi was appointed as an Independent Directors of the Company pursuant to Section 149 of the Companies Act, 2013 ("the Act") read with Companies (Appointment and Qualification of Directors) Rules, 2014, by the Shareholders at 29th Annual General Meeting held on 30th September, 2014 ("first term" as per the explanation to Section 149(10) and 149(11) of the Act.).

The Nomination & Remuneration Committee at its Meeting held on 1st August 2019 after taking into account the performance evaluation of Mr. Rajeev Shenvi, during his first term of five years and considering the knowledge, acumen, expertise and experience in his field and the substantial contribution made by him during his tenure as an Independent Director, has recommended to the Board that his continued association as an Independent Directors would be in the interest of the Company. Based on the above, the Nomination & Remuneration Committee and the Board has recommended the re-appointment of Mr. Rajeev Shenvi as Independent Director on the Board of the Company, to hold office for the second term of five consecutive years commencing from 1st August 2019 and not liable to retire by rotation. The Company has received a notice in writing pursuant to Section 160 of the Companies Act, 2013 from a Member proposing the candidature of Mr. Rajeev Shenvi for his appointment as an Independent Director.

**By order of board of directors,  
Deccan Bearings Limited**

**Sd/-  
Mr. Kiran Vora  
Managing Director  
DIN: 00108607**

**Date: 24<sup>th</sup> August 2020**

**Place: Mumbai**

**CIN: L29130MH1985PLC035747**

**Registered office:**

315/321 Prospect Chambers,  
Dr D N Road, Fort  
Mumbai - 400 001

**DECCAN BEARINGS LIMITED**  
**ANNUAL REPORT 2019-2020**

**DETAILS OF THE DIRECTORS SEEKING APPOINTMENT /RE-APPOINTMENT IN FORTHCOMING ANNUAL GENERAL MEETING:**

As required by regulation 36(3) of the SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015, the particulars of Director who is proposed to be re-appointed is given below:

Particulars	Mr. Kiran Vora	Mr. Rajeev Shenvi
Date of birth	21.09.1954	09.10.1956
Date of appointment	26.03.1985	18.08.2006
Qualification	B. Com	BA Honours, LLB, ACA, ACS, FCA
Expertise in specific functional areas	Marketing and Finance	Audit And Taxation
Directorship held in other public Companies	Nil	1. Indo Nikko Bearings Limited
Membership/Chairmanship of committees of other public companies (includes only Audit committees and Stakeholders relationship Committee.)	Nil	Nil
Number of shares held in the Company	1,42,810	Nil

# DECCAN BEARINGS LIMITED

## ANNUAL REPORT 2019-2020

### DIRECTORS REPORT

To,  
The Members,  
Deccan Bearings Limited.

Your Directors are pleased to present their 35<sup>th</sup> Annual Report of the Company on the business and operations of the Company and the accounts for the Financial Year ended March 31, 2020.

### FINANCIAL RESULTS

Particulars	For the Year ended 31 <sup>st</sup> March, 2020	For the year ended 31 <sup>st</sup> March, 2019
Net Profit/ Net Loss Before Providing for Depreciation and Tax	(2364976)	(3619382)
Less: Depreciation	462233	1097304
Profit after Providing for Depreciation and before tax	(2827209)	(4716686)
Add / (Less) Provision for:		
A) Deferred Tax	---	---
B) Income Tax	---	---
C) Tax in respect of earlier year	(40990)	(249835)
Profit/(Loss) after Taxation	(2868199)	(4966521)

### BRIEF DESCRIPTION OF THE COMPANY'S STATE OF AFFAIR:

Current Year's Operation: Gross revenues have increased to Rs. 14134171 against Rs. 7097251 in the previous year. The Company has for the year ended 31<sup>st</sup> March, 2020 made a net loss of Rs (2868199)(Previous year Rs.(4966521)after providing for taxation.

Your Company is in the Business of Ball and Roller Bearings which are required in the Automobile Segment. About 65% of the Bearings demand is from the Original Equipment Manufacturers (OEMs) and the rest is from the After Market and some exports. However the management of the Company shall timely capitalize on the market opportunities considering the strengths the Company possesses.

### DIVIDEND

In view of accumulated losses, your Directors did not recommend any dividend for its equity shareholders for the year ended 31<sup>st</sup> March, 2020.

### IMPACT OF COVID-19 PANDEMIC:

The spread of COVID-19 pandemic affected activities of Businesses across the globe. In many countries, including India, there has been severe disruption to regular business operations due to lock-downs, disruptions in transportation, travel bans, quarantines, social distancing and such other emergency measures. In assessing the recoverability of receivables, inventories, loans and other financial assets, the Company has considered internal and external information up to the date of approval of the financial statements. Considering the uncertainties involved in estimating the impact of this pandemic, the future impact of this pandemic may be different from those estimated as on the date of approval of these financial statements.

# DECCAN BEARINGS LIMITED

## ANNUAL REPORT 2019-2020

### **MATERIAL CHANGES AND COMMITMENTS:**

No material changes or commitments affecting the financial position of the Company have taken place from March 31, 2020 till the date of this report.

### **DEPOSITS:**

Your Company has not accepted any deposits within the meaning of Section 73 of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014.

### **TRANSFERS TO RESERVES:**

In view of accumulated losses, the Company was not required to transfer any amount to the Reserves.

### **SHARE CAPITAL**

The Authorized Share Capital of the Company is Rs. 3,25,00,000 (Rupees Three Crores Twenty Five Lakhs) and paid up capital of the Company is Rs. 2,18,33,340/- (Two Crores Eighteen Lakhs Thirty Three Thousand Three Hundred and Forty).

During the year there was no change in Share capital of the Company.

### **DETAILS OF SUBSIDIARY / JOINT VENTURE/ASSOCIATES COMPANY**

Pursuant to provisions of Companies Act, 2013 Company does not have any Subsidiary/ Joint Venture and Associate Companies.

### **PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS:**

During the year under review, Company has provided with the Loans and advances as per provision of Section 186 of Companies Act, 2013 and Rule made thereunder and the details of which is given in the Notes to Financial Statements.

### **INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY:**

Adequate internal controls, systems, and checks are in place, commensurate with the size of the Company and the nature of its business. The management exercises financial control on the Company's operations through monitoring and standard operating procedures.

### **CONSERVATION OF ENERGY AND TECHNOLOGY ABSORPTION,**

The Information required under the Provision of section 134(3)(m) of the Companies Act, 2013 read with rule 8(3) of the Companies (Accounts) Rules, 2014 relating to the Conservation of energy and technology, absorption, is not applicable as the Company mainly in the business of trading in Bearings

### **EMPLOYEES RELATIONS:**

During the year under review, your Company enjoyed cordial relationship with employees at all levels.

# DECCAN BEARINGS LIMITED

## ANNUAL REPORT 2019-2020

### DIRECTORS:

#### **A. Declaration by an Independent Director(s) and Re- Appointment:**

The Company has received declarations from all the Independent Directors of the Company confirming that they meet the criteria of independence as prescribed both under the Act and Regulation 16(1)(b) of the SEBI (Listing Obligation and disclosure requirements) Regulation, 2015 with the Stock exchange.

#### **B. Appointment and Cessation:**

Mr. Mahesh Parab Non Executive Director of the Company resigned w.e.f 30<sup>th</sup> May 2019.

Mr. Rajeev Shenvi Non Executive Independent Director of the company reappointed for the period 5 years w.e.f 1<sup>st</sup> August 2019.

#### **C. Retirement by rotation:**

In terms of the provisions of Section 152(6) of the Companies Act, 2013, Mr. Kiran Vora, (DIN: 00108607), retires by rotation at this Annual General Meeting.

### CORPORATE SOCIAL RESPONSIBILITY INITIATIVES:

As the Company does not fall under the Class of Companies as prescribed under Section 135 of Companies Act, 2013 and Rules made thereunder, therefore the provisions related to Corporate Social Responsibility is not applicable to the Company.

### Board evaluation:

The Nomination and Remuneration Committee of the Company has laid down the criteria for performance valuation of the Board, its Committees and individual directors including independent Directors covering various aspects of the Board's functioning such as adequacy of the composition of the Board and its Committees, Board culture, execution and performance of specific duties, obligations and governance. Pursuant to the provisions of the Companies Act, 2013 and Regulation 17 of the Listing Regulations, based on the predetermined templates designed as a tool to facilitate evaluation process, the Board has carried out the annual performance evaluation of its own performance, the Individual Directors including Independent Directors and its Committees on parameters such as level of engagement and contribution, independence of judgment, safeguarding the interest of the Company and its minority shareholders etc.

### FOREIGN EXCHANGE EARNINGS AND OUT-GO:

Sr no.	Particulars	2019-2020	2018-19
1.	<b><u>Foreign Exchange Earnings :</u></b> [Export of Goods(F.O.B.)]	Nil	Nil
2.	<b><u>Foreign Exchange Outgo:</u></b> Traveling Professional Fees <b><u>Imports</u></b> Raw - Materials on C.I.F. Trading Goods on C.I.F	Nil Nil Nil Nil	19525 Nil Nil Nil



# DECCAN BEARINGS LIMITED

## ANNUAL REPORT 2019-2020

### MEETINGS OF THE BOARD:

The Board met Seven (7) Times during the Financial Year 2019-2020. The maximum interval between any two Meetings did not exceed 120 days, as prescribed in the Companies Act, 2013. The Board Meeting held are as follows:

30.05.2019	13.06.2019	1.08.2019	3.08.2019
5.10.2019	03.01.2020	20.03.2020	

### DIRECTOR'S RESPONSIBILITY STATEMENT:

In terms of Section 134 (5) of the Companies Act, 2013, the Directors would like to state that:

- In the preparation of the annual accounts, the applicable accounting standards have been followed.
- The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that were 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 or loss of the Company for the year under review.
- The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- The Directors have prepared the annual accounts on a going concern basis.
- The Directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
- The Directors had devised proper system to ensure compliance with the provisions of all applicable laws and that such system was adequate and operating effectively.

### RELATED PARTY TRANSACTIONS:

Particulars of Contracts and Arrangements with the related parties referred to in Section 188 (1) of Companies Act, 2013 were on Arm's Length basis.

Information on transactions with related parties pursuant are given in **Annexure "C"** under Form AOC-2 and the same forms part of this Annual report.

### SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS:

During the year under report, there were no significant material orders passed by the Regulators/ Courts/ Tribunals impacting the going concern status and Company's operations in future.

# DECCAN BEARINGS LIMITED

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### COMPOSITION OF COMMITTEES:

Name	Audit Committee	Nomination & Remuneration Committee	Stakeholders Relationship Committee
Rajeev DamodarShenvi-	Chairman	Chairman	Chairman
Mr. Vinay Tendulkar	Member	Member	Member
Mrs. Shilpa Parab	Member	Member	Member

### MANAGERIAL REMUNERATION:

The Disclosure pursuant to Rule 5 (1) of the Companies (Appointment of Managerial Personnel) 2014 is as follows:

Name of the Director	Amount of remuneration to Directors	Percentage increase(Decrease) in the remuneration	Ratio of remuneration of Director to median remuneration of employees
Mr. Kiran N. Vora	1440990	4.23%	7.51 : 1

1. The Independent Directors do not receive any remuneration except sitting fees.
  2. There was change in the remuneration of Key managerial Personnel or Director which was disclosed in Annual return i.e MGT-9.
  3. The percentage Increase in the median remuneration of the employees in the financial Year was 5.15%(As Compared to Previous year employee's median).
  4. As on 31st March 2020, there were a total of 5 employees on the roll of the Company.
  5. It is affirmed that the remuneration is as per the remuneration policy of the company.
- A) None of the employee of the Company was in receipt of the remuneration (throughout the financial year or part thereof) as per Rule 5(2) of the Companies (Appointment of Managerial Personnel) 2014.
- B) The Company do not have any Holding or Subsidiary Company and None of the Directors of the Company are the Managing Director or Whole Time Director in the Associate Company.

### VIGIL MECHANISM / WHISTLE BLOWER POLICY:

The Company has prepared policy and has put in place vigil Mechanism for directors and Employees of the Company.

### PREVENTION OF INSIDER TRADING:

The Company has adopted a Code of Conduct for Prevention of Insider Trading with a view to regulate trading in securities by the Directors and designated employees of the Company. The Code requires pre-clearance for dealing in the Company's shares and prohibits the purchase or sale of Company shares by the Directors and the designated employees while in possession of unpublished price sensitive information in relation to the Company and during the period when the Trading Window is closed. The Board is responsible for implementation of the Code. All Board Directors and the designated employees have confirmed compliance with the Code.

# DECCAN BEARINGS LIMITED

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### AUDITORS:

M/s. K.S. Maheshwari & Co., Chartered Accountants Firm (Firm Registration No.105846W), were appointed as Statutory Auditors of the Company for period of 5 years i.e. from conclusion of the 32<sup>nd</sup> Annual General Meeting until the conclusion of 37<sup>th</sup> Annual general meeting of the Company.

Pursuant to the amendments made to Section 139 of the Companies Act, 2013 by the Companies (Amendment) Act, 2017 effective from May 7, 2018 the requirement of seeking ratification of the Members for the appointment of the Statutory Auditors has been withdrawn from the Statute. In view of the above, ratification by the Members for continuance of their appointment at this AGM is not being sought. The remuneration payable to the Statutory Auditors shall be determined by the Board of Directors based on the recommendation of the Audit Committee.

The Auditors of the Company have not reported any fraud as specified under second proviso of Section 143 (12) of the Companies Act, 2013.

### SECRETARIAL AUDIT:

The provision of Section 204 read with section 134(3) of the companies Act, 2013. The Board had appointed M/s SG & Associates, Practicing Company Secretary, as the Secretarial Auditor for the year 2019-2020 and their report is annexed to this Report as "Annexure A".

### **The Board's comments on the observations made in the Secretarial Audit Report (MR-3 ) is as follows:**

The Company has initiated the process of asking promoters, promoter groups and other shareholders whose shares are in physical mode for the compliance of SEBI order through the Company's Share Transfer agent for getting their respective shares dematerialized.

### EXTRACT OF ANNUAL RETURN:

In accordance with Section 134 (3)(a) of Companies Act, 2013, an extract of the Annual Return is annexed herewith as "Annexure B" to this Report.

### RISK MANAGEMENT POLICY:

The Board has adopted risk Management policy for ensuring the orderly and efficient conduct of its business, including adherence to company's policy, safeguarding of its assets, Prevention detection fraud and error etc.

### COST AUDIT:

As per the Rules made by Central Government for the maintenance of cost record under section 148 (1) of the Companies act, 2013, does not apply in respect of company's business.

# DECCAN BEARINGS LIMITED

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### PARTICULARS OF EMPLOYEES:

The information required pursuant to Section 197 read with rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 in respect of employees of the Company, will be provided upon request. In terms of Section 136 of the Act, the reports and accounts are being sent to the members and others entitled thereto, excluding the information on employees' particulars which is available for inspection by the members at the Registered office of the company during business hours on working days of the company up to the date of ensuing Annual General Meeting. If any member is interested in inspecting the same, such member may write to the company in advance.-

### CORPORATE GOVERNANCE REPORT:

Pursuant to Regulation 27 of SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015 a Report on Corporate Governance Report is not applicable to the Company as it does not fall under the criteria of Paid up Share Capital of Rs. 10 Crore and Turnover of Rs. 25 Crores.

### LISTING WITH STOCK EXCHANGE:

The Company confirms that it has paid the Annual Listing Fees for the year 2019-2020 to BSE where the Company's shares are listed.

### MANAGEMENT DISCUSSION & ANALYSIS REPORTS

The Management Discussion Analysis Report forms an integral part of this Annual Report.

### ACKNOWLEDGEMENTS:

Your Company and its Directors wish to extend their sincerest thanks to the Members of the Company, Bankers, State Government, Local Bodies, Customers, Suppliers, Executives, Staff and workers at all levels for their continuous cooperation and assistance.

**By order of board of directors,  
Deccan bearings Limited**

**Sd/-  
Mr. Kiran Vora  
Managing Director  
DIN:00108607**

**Date:24<sup>th</sup> August 2020  
Place: Mumbai**

**“Annexure A” to Board’s Report**

**Form No. MR-3**

**SECRETARIAL AUDIT REPORT**

**For The Financial Year Ended On 31<sup>st</sup> March, 2020**

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

To,  
The Members,  
**Deccan Bearings Limited**

We have conducted the Secretarial Audit of the Compliance of applicable statutory provisions and the adherence to good corporate practices by M/s **Deccan Bearings Limited** (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company’s books, papers, minutes book, forms and returns filed and other records maintained by the Company and also 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 31<sup>st</sup> March, 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 **Deccan Bearings Limited** for the financial year ended on 31<sup>st</sup> March, 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) The Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 (“SEBI Act’) viz.:
  - The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
  - The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;- **Not Applicable**
  - The Securities and Exchange board of India (Listing obligation and Disclosure requirement) Regulation, 2015.
  - 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.

# DECCAN BEARINGS LIMITED

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- The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008- **Not Applicable**
- The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998- **Not Applicable**
- The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;- **Not Applicable**
- The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009- **Not Applicable**

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

I. Secretarial Standards issued by The Institute of Company Secretaries of India.

We further report that,

- The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors as per regulation 17 of SEBI (LODR) Regulation, 2015.
- Adequate notice is given to all directors for 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.
- All the decisions were carried out unanimously by the members of the Board and Committees and the same were duly recorded in the minutes of the meeting of the Board of Directors and Committees of the Company.

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

*We further report that the Share Holding of some Promoters and Promoter Group are not held in dematerialized form and in this regard the company has taken effective action to get their shares as well as shares held by other shareholders dematerialized through RTA.*

Place: Mumbai  
Date: 24<sup>th</sup> August 2020

S.G. and Associates  
Sd/-  
Sahas Ganpule  
Practicing Company Secretary  
Membership No 12122  
COP No.: 5722  
UDIN:A012122B000610643

**'ANNEXURE A' TO SECRETARIAL AUDIT REPORT**

To,  
**Deccan Bearings Limited**  
315/321 Prospect Chambers  
Dr D N Road, Fort  
Mumbai - 400 001

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 provide 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.
4. Where ever 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 and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.
7. In view of the restrictions imposed by the Government of India on movement of people across India to contain the spread of Covid-19 pandemic, which led to the complete lockdown across the nation, we have relied on electronic data for verification of certain records as the physical verification was not possible.

**S.G. and Associates**

**Place: Mumbai**  
**Date: 24<sup>th</sup> August 2020**

**SD/-**  
**Suhas Ganpule**  
**Practicing Company Secretary**  
**Membership No 12122**  
**COP No.: 5722**  
**UDIN:A012122B000610643**

**DECCAN BEARINGS LIMITED**  
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**“Annexure B” to Board’s Report**

<p><b>Form No. MGT-9</b>  <b>EXTRACT OF ANNUAL RETURN</b>  <b>As on the financial year ended on 31/03/2020</b>  <b>of</b>  <b>DECCAN BEARINGS LIMITED</b>  <i>[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]</i></p>
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**I. REGISTRATION AND OTHER DETAILS:**

i)	<b>CIN:</b>	L29130MH1985PLC035747
	<b>Registration Date [DDMMYY]</b>	26/03/1985
ii)	<b>Category of the Company</b>	Public Company
iii)	<b>Sub Category of the Company</b>	Company Having Share Capital and Limited by Shares
iv)	Whether shares listed on recognized Stock Exchange(s) If yes, details of stock exchanges where shares are listed	<b>The Bombay Stock Exchange Scrip Code- 505703</b>
v)	AGM details-	
	Whether extension of AGM was granted - Yes / No. ( If yes, provide reference number , date of approval letter and the period upto which extension granted)	No
	If Annual General Meeting was not held, specify the reasons for not holding the same	N.A.
VI)	<b>NAME AND REGISTERED OFFICE ADDRESS OF COMPANY:</b>	
	Company Name	<b>DECCAN BEARINGS LTD</b>
	Address	315/321 Prospect Chambers, Dr D N Road, Fort,
	Town / City	Mumbai
	State	Maharashtra
	Pin Code:	400001
	Country Name :	India
	Country Code	IN
	Telephone (With STD Area Code)	022-22852552
	Fax Number:	022-22875841
Email Address	<a href="mailto:grievances@deccanbearings.in">grievances@deccanbearings.in</a>	



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	Website	<a href="http://www.deccanbearings.in">www.deccanbearings.in</a>
	Name of the Police Station having jurisdiction where the registered office is situated	Commissioner of Police Office, Dr. D N Road, Fort.
	Address for correspondence, if different from address of registered office:	Same as Mentioned Above.
Vii)	<b>Name and Address of Registrar &amp; Transfer Agents (RTA):- Full address and contact details to be given.</b>	
	Registrar & Transfer Agents ( RTA ):-	<b>Purva Sharegistry (India) Pvt. Ltd</b>
	Address:	Unit no. 9, Shiv Shakti Ind. Estt., J .R. Boricha Marg, Opp. Kasturba Hospital Lane, Lower Parel (East)
	Town / City	Mumbai
	State	Maharashtra
	Pin Code:	400 011
	Telephone (With STD Area Code)	022-2301 6761 / 8261
	Fax Number :	022-2301 2517
	Email Address	<a href="mailto:support@purvashare.com">support@purvashare.com</a>
	Website	<a href="http://www.purvashare.com">www.purvashare.com</a>

**II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY (All the business activities contributing 10% or more of the total turnover of the company shall be stated)**

Sr. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	Bearings	2913	100

**III.PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES [No. of Companies for which information is being filled]**

S. No	Name and address of the Company	CIN/GLN	Holding/ Subsidiary / Associate
NOT APPLICABLE			

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**IV. SHARE CAPITAL, DEBENTURES AND OTHER SECURITIES OF THE COMPANY**

**i) Share Capital**

**a) Authorised Capital-**

<b>Class of Shares</b>	<b>No. of shares</b>	<b>Nominal Value per share (Rs.)</b>	<b>Total Nominal value of shares [Rs.]</b>
<b>Equity Share :-</b>			
At the beginning of the year	32,50,000	10	3,25,00,000
Changes during the year (Increase)	N.A.	N.A.	N.A.
Changes during the year (Decrease)	N.A.	N.A.	N.A.
At the end of the year	32,50,000	10	3,25,00,000
<b>Preference Share :-</b>			
At the beginning of the year	N.A.	N.A.	N.A.
Changes during the year (Increase)	N.A.	N.A.	N.A.
Changes during the year (Decrease)	N.A.	N.A.	N.A.
At the end of the year	N.A.	N.A.	N.A.
<b>Unclassified Shares</b>			
At the beginning of the year	N.A.	N.A.	N.A.
Changes during the year (Increase)	N.A.	N.A.	N.A.
Changes during the year (Decrease)	N.A.	N.A.	N.A.
At the end of the year	N.A.	N.A.	N.A.
<b>Total Authorized Capital at the beginning of the year</b>	32,50,000	10	3,25,00,000
<b>Total Authorised Capital at the end of the year</b>	32,50,000	10	3,25,00,000

**b) Issued Share Capital**

<b>Class of Shares</b>	<b>No. of shares</b>	<b>Nominal Value per share (Rs.)</b>	<b>Total Nominal value of shares [Rs.]</b>
<b>Equity Share :-</b>			
At the beginning of the year	21,83,334	10	2,18,33,340
Changes during the year (Increase)	N.A.	N.A.	N.A.
Changes during the year (Decrease)	N.A.	N.A.	N.A.
At the end of the year	21,83,334	10	2,18,33,340
<b>Preference Share :-</b>			
At the beginning of the year	N.A.	N.A.	N.A.
Changes during the year (Increase)	N.A.	N.A.	N.A.
Changes during the year (Decrease)	N.A.	N.A.	N.A.
At the end of the year	N.A.	N.A.	N.A.
<b>Total Issued Share Capital at the beginning of</b>	21,83,334	10	2,18,33,340

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the year			
Changes during the year (Increase)	N.A.	N.A.	N.A.
Changes during the year (Decrease)	N.A.	N.A.	N.A.
Total Issued Share Capital at the end of the year	21,83,334	10	2,18,33,340

**C) Subscribed Share Capital**

Class of Shares	No. of shares	Nominal Value per share (Rs.)	Total Nominal value of shares [Rs.]
<b>Equity Share :-</b>			
At the beginning of the year	21,83,334	10	2,18,33,340
Changes during the year (Increase)	N.A.	N.A.	N.A.
Changes during the year (Decrease)	N.A.	N.A.	N.A.
At the end of the year	21,83,334	10	2,18,33,340
<b>Preference Share :-</b>			
At the beginning of the year	N.A.	N.A.	N.A.
Changes during the year (Increase)	N.A.	N.A.	N.A.
Changes during the year (Decrease)	N.A.	N.A.	N.A.
At the end of the year	N.A.	N.A.	N.A.
<b>Total Subscribed Share Capital at the beginning of the year</b>	21,83,334	10	2,18,33,340
Changes during the year (Increase)	N.A.	N.A.	N.A.
Changes during the year (Decrease)	N.A.	N.A.	N.A.
<b>Total Subscribed Share Capital at the end of the year</b>	21,83,334	10	2,18,33,340

d) (i) Paid Up Share Capital-

Class of Shares	No. of shares	Nominal Value per share (Rs.)	Total Nominal value of shares [Rs.]
<b>Equity Share :-</b>			
At the beginning of the year	21,83,334	10	2,18,33,340
Changes during the year	N.A.	N.A.	N.A.
1. Increase	N.A.	N.A.	N.A.
i. Public Issue	N.A.	N.A.	N.A.
ii. Private Placement / Preferential Allotment	N.A.	N.A.	N.A.
iii. ESOS	N.A.	N.A.	N.A.
iv. Sweat Equity	N.A.	N.A.	N.A.
v. Conversion - Pref. shares / Debentures	N.A.	N.A.	N.A.
vi. Conversion into equity	N.A.	N.A.	N.A.

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vii. GDR / ADR	N.A.	N.A.	N.A.
viii. Others, please specify	N.A.	N.A.	N.A.
2. Decrease	N.A.	N.A.	N.A.
i. Buy-back	N.A.	N.A.	N.A.
ii. Forfeiture	N.A.	N.A.	N.A.
iii. Re-issue of forfeited shares	N.A.	N.A.	N.A.
iv. Reduction	N.A.	N.A.	N.A.
v. Others, please specify	N.A.	N.A.	N.A.
At the end of the year	21,83,334	10	2,18,33,340
Total Paid Up Share Capital at the beginning of the year	21,83,334	10	2,18,33,340
Changes during the year (Increase)	N.A.	N.A.	N.A.
Changes during the year (Decrease)	N.A.	N.A.	N.A.
Total Paid Up Share Capital at the end of the year	21,83,334	10	2,18,33,340

d) (ii) Details of stock split / consolidation during the year (for each class of shares):-

Class of shares	Before split/consolidation	After split/ Consolidation
Number of shares	<b>Not Applicable</b>	
Face value per share		

**ii) Debentures**

Type of Debentures	No. of Debentures	Nominal Value per Debentures (Rs.)	Total Nominal value of Debentures [Rs.]
<b>Non-convertible ( for each type):-</b>	Not Applicable		
At the beginning of the year			
Changes during the year (Increase/Redemption)			
At the end of the year			
<b>Partly-convertible ( for each type)</b>			
At the beginning of the year			
Changes during the year (Increase/Redemption)			
At the end of the year			
<b>Fully-convertible ( for each type)</b>			
At the beginning of the year			
Changes during the year (Increase/Converted)			
At the end of the year			
<b>Total Amount of Debentures</b>			
At the beginning of the year			

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Changes during the year (Increase/Redemption/Converted)
At the end of the year

**iii) Other Securities-**

Type of Securities	No. of Securities	Nominal Value of each Unit (Rs.)	Total Nominal Value (Rs.)	Paid up Value of each Unit (Rs.)	Total Paid up Value (Rs.)
<b>Not Applicable</b>					

**iv) Securities Premium Account-**

Class of Securities on which premium received	No. of Securities	Premium per unit [Rs.]	Total Premium [Rs.]
<b>Premium on Equity [specify for each type ]</b>			
At the beginning of the year	--	--	60,00,000
Changes during the year	--	--	--
1. Increase	--	--	--
i. Public Issue	--	--	--
ii. Private Placement / Preferential Allotment	--	--	--
iii. ESOS	--	--	--
iv. Conversion - Pref. shares / Debentures	--	--	--
v. Conversion into equity	--	--	--
vi. GDR / ADR	--	--	--
vii. Others please specify.....	---	---	--
2. Decrease	--	--	---
i) Utilization for issue of bonus shares	--	--	--
ii) .....	--	--	--
iii) .....	--	--	--
At the end of the year	--	--	--
<b>Premium on Other Securities</b>	--	--	--
At the beginning of the year	--	--	--
Changes during the year	--	--	--
1) Increase -Fresh issue	--	--	--
2) Decrease-Premium on redemption	--	--	--
At end of the year	--	--	--
<b>Total securities premium at the Beginning of the year</b>	--	--	--
Change during the year	--	--	--

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Increase	--	--	--
Decrease	--	--	--
<b>Total securities premium at the end of the year</b>	--	--	<b>60,00,000</b>

**V. Turnover and net worth of the company (as defined in the Act)**

**Turnover:** -Turnover at the end of the financial year: Rs. 1,41,34,171

**Net worth of the Company:** - Net worth at the end of the financial year: Rs.1,35,62,525

**VI. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)**

i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the end of the year[As on 31-March-2020]				No. of Shares held at the beginning of the year [As on 01-April- 2019]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>A. Promoters</b>									
<b>(1) Indian</b>									
a) Individual/HUF	1,93,810	3,05,322	4,99,132	22.86	--	4,99,132	4,99,132	22.86	--
b) Central Govt	--				--	--	--	--	--
c) State Govt(s)	--				--	--	--	--	--
d) Bodies Corp.	--	3,41,581	3,41,581	15.64	-	3,41,581	3,41,581	15.64	--
e) Banks / FI	--				--	--	--	--	--
f) Any other	--				--	--	--	--	--
<b>(2). Foreign</b>									
Directors / Promoters & their Relatives.	--	7,17,830	7,17,830	32.88	--	7,17,830	7,17,830	32.88	--
<b>Total shareholding of Promoter (A)</b>	<b>1,93,810</b>	<b>13,64,733</b>	<b>15,58,543</b>	<b>71.38</b>	<b>--</b>	<b>15,58,543</b>	<b>15,58,543</b>	<b>71.38</b>	<b>--</b>
<b>B. Public Shareholding</b>									
1. Institutions / Body Corporate	--	--	--	--	--	--	--	--	--

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a) Mutual Funds	--	--	--	--	--	--	--	--	--
b) Banks / FI	--	--	--	--	--	--	--	--	--
c) Central Govt	--	--	--	--	--	--	--	--	--
d) State Govt(s)	--	--	--	--	--	--	--	--	--
e) Venture Capital Funds	--	--	--	--	--	--	--	--	--
f) Insurance Companies	--	--	--	--	--	--	--	--	--
g) FIIs	--	--	--	--	--	--	--	--	--
h) Foreign Venture Capital Funds	--	--	--	--	--	--	--	--	--
i) Others (specify)	--	--	--	--	--	--	--	--	--
<b>Sub-total (B)(1):-</b>	--	--	--	--	--	--	--	--	--
<b>2. Non-Institutions</b>									
i) Indian	-	--	-	-	-	--	-	-	--
ii) Overseas	--	--	--	--	--	--	--	--	--
b) Individuals	--	--	--	--	--	--	--	--	--
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	59,277	3,55,804	4,15,081	19.01	59,146	3,55,804	4,14,950	19.01	--
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	0	2,07,619	2,07,619	9.51	0	2,07,619	2,07,619	9.51	--
c) Others (specify)	--	--	--	--	--	--	--	--	--
Non Resident Indians	135	-	135	0.01	135	--	135	0.01	--
Overseas Corporate Bodies					--	--	--	--	--
Foreign Nationals					--	--	--	--	--
Clearing Members	3	0	3	0.00	365	-	365	0.02	-0.02

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Trusts					--	--	--	--	--
Foreign Bodies - D R					--	--	--	--	--
HUF	1,803	0	1,803	0.08	1,554	-	1,554	0.07	0.01
Bodies corporate(others)	150	-	150	0.01	168	-	168	0.01	
<b>Sub-total (B)(2):-</b>	<b>61,368</b>	<b>5,63,423</b>	<b>6,24,791</b>	<b>28.62</b>	<b>61,368</b>	<b>5,63,423</b>	<b>6,24,791</b>	<b>28.62</b>	<b>--</b>
Total Public Shareholding (B)=(B)(1)+(B)(2)	<b>61,368</b>	<b>5,63,423</b>	<b>6,24,791</b>	<b>28.16</b>	<b>61,368</b>	<b>5,63,423</b>	<b>6,24,791</b>	<b>28.16</b>	<b>--</b>
<b>TOTAL</b>	<b>2,55,178</b>	<b>19,28,156</b>	<b>21,83,334</b>	<b>100</b>	<b>61,368</b>	<b>21,21,966</b>	<b>21,83,334</b>	<b>100</b>	<b>--</b>

**B) Shareholding of Promoter-**

Sr. No	Shareholder's Name	Shareholding at the beginning of the year 1 <sup>st</sup> April 2019			Share holding at the end of the year 31 <sup>st</sup> March, 2020			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	NIP Exports Pvt Ltd	3,41,581	15.64	--	3,41,581	15.64	--	--
2	Mukesh N Vora	2,35,180	10.77	--	2,35,180	10.77	--	--
3	Nirupa Vora HUF	1,55,833	7.14	--	1,55,833	7.14	--	--
4	Nirupa Vora	1,30,350	5.97	--	1,30,350	5.97	--	--
5	Manali Vora	1,30,350	5.97	--	1,30,350	5.97	--	--
6	Gopa M Vora	1,24,050	5.68	--	1,24,050	5.68	--	--
7	Kiran N Vora	97,475	4.46	--	97,475	4.46	--	--



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8	Mukesh N Vora HUF	90,700	4.15	--	90,700	4.15	---	---
9	Manish N Vora	79,750	3.65	--	79,750	3.65	--	--
10	Manish N Vora HUF	57,800	2.65	--	57,800	2.65	--	--
11	Prerna K Vora	51,000	2.34	--	51,000	2.34	--	--
12	Kiran N Vora HUF	45,335	2.08	--	45,335	2.08	--	--
13	Hasmukh R Gandhi	14,173	0.65	--	14,173	0.65	--	--
14	Bhagat singhRajporoh it	2,836	0.13	--	2,836	0.13	--	--
15	Balu K Narang	2,130	0.10	--	2,130	0.10	--	--
<b>TOTAL</b>		<b>15,58,543</b>	<b>71.38</b>	<b>--</b>	<b>15,63,861</b>	<b>71.38</b>	<b>--</b>	<b>--</b>

C) Change in Promoters' Shareholding: During the year Promoter's shareholding remained the same.

D) Shareholding Pattern of top ten Shareholders:

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

SN	For Each of the Top 10 Share- holders	Shareholding at the beginning of the year 1-4-2019		Date	Increase/ Decrease in share- holding	Reason	Cumulative Shareholding during the year (01-04-19 to 31- 03-2020)	
		No. of shares	% of total shares of the company				No. of shares	% of total shares of the company
1.	Chetan D. Dedania	56,517	2.59	--	--	--	56,517	2.59
2.	Hetal C Dedania	54500	2.50	-	-	-	54500	2.50
3.	Dimple D. Dedania	53,967	2.47	--	--	--	53,967	2.47
4.	Rima D. Dedania	31,135	1.43	--	--	--	31,135	1.43

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5.	Pratap Khakharia	11,500	0.53	--	--	--	11,500	0.53
6.	Mahesh Natvarlal Mehta	9629	0.44	19-04-2019 26-04-2019 03-05-2019 10-05-2019 17-05-2019 24-05-2019 31-05-2019 07-06-2019 28-06-2019	-179 -174 -496 -25 -25 -5 -255 -15 -15	Sell Sell Sell Sell Sell Sell Sell Sell Sell	8425	0.39
7.	Paresh C. Modi	6,800	0.31	--	--	--	6,800	0.31
8.	Raju C. Modi	6,800	0.31	--	--	--	6,800	0.31
9.	Kanta C. Modi	6,133	0.28	--	--	--	6,133	0.28
10.	Chandulal A. Modi	5,967	0.27	--	--	--	5,967	0.27

**E) Shareholding of Directors and Key Managerial Personnel:**

SN	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
Name: Kiran N Vora					
	At the beginning of the year	1,42,810	7.00	--	--
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	--	--	--	--
	At the end of the year	-	-	1,42,810	7.00

Note: above Mention shareholding included Kiran Vora holding and Kiran Vora(HUF).

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

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtedness at the beginning of the financial year</b>				
i) Principal Amount	0	35,581	0	35,581
ii) Interest due but not paid	0	0	0	0
iii) Interest accrued but not due	0	0	0	0
<b>Total (i+ii+iii)</b>	<b>0</b>	<b>35,581</b>	<b>0</b>	<b>35,581</b>
<b>Change in Indebtedness during the financial year</b>	--	--	-	--
* Addition	0	0	0	0
* Reduction	0	0	0	0
<b>Net Change</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Indebtedness at the end of the financial year</b>				
i) Principal Amount	0	35581	0	35581
ii) Interest due but not paid	0	0	0	0
iii) Interest accrued but not due	0	0	0	0
<b>Total (i+ii+iii)</b>	<b>0</b>	<b>35,581</b>	<b>0</b>	<b>35,581</b>

**REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL**

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

Sl. No	Particulars of Remuneration	Mr. Kiran Nagindas Vora (Managing Director)	Total Amount
1.	Gross salary		
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	11,25,000	11,25,000
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	3,15,990	3,15,990
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	0	0
2.	Stock Option	0	0
3.	Sweat Equity	0	0
4.	Commission - as % of profit - others, specify...	0	0
5.	Others, please specify	0	0
	<b>Total (A)</b>	<b>14,40,990</b>	<b>14,40,990</b>
	Ceiling as per Schedule V of section 197 and 198 of the Companies Act, 2013	60,00,000	

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**B. Remuneration to other Directors: (Amount in Rs.):**

Sl. No	Particulars of Remuneration	Particulars				Total Amount
		Rajeev Damodar Shenvi	Vijay Tendulkar	Shilpa Parab	Mahesh Parab Suryakant	
1.	Independent Directors Fee for attending board / committee meetings	0	15000	15,000	0	30000
	Commission	0	0	0	0	0
	Others, please specify	0	0	0	0	0
	<b>Total (1)</b>	0	15,000	15,000	0	30,000
2.	Other Non-Executive Directors	0	0	0	0	0
	Commission	0	0	0	0	0
	Others, please specify	0	0	0	0	0
	<b>Total (2)</b>	0	0	0	0	0
	<b>Total (B)=(1+2)</b>	0	15,000	15,000	0	30,000
	Total Managerial Remuneration	0	0		0	

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

Sl. No	Particulars of Remuneration	Particulars		Total Amount
		Ankita Patankar (Company Secretary & Compliance Officer)	Ritesh Parab (CFO)	
1.	Gross salary			
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	1,92,000	2,28,000	4,20,000
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	--	-	--
2.	Stock Option	-	-	-
3.	Sweat Equity	-	-	-
4.	Commission - as % of profit - others, specify...	-	-	-
5.	Others, please specify	-	-	-
	<b>Total (C)</b>	1,92,000	2,28,000	4,20,000

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**VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:**

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment / Compounding Fees imposed	Authority( RD / NCLT / Court)	Appeal made, if any (Give details)
<b>A. COMPANY</b>	Not Applicable				
Penalty					
Punishment					
Compounding					
<b>B. DIRECTORS</b>					
Penalty					
Punishment					
Compounding					
<b>C. OTHER OFFICERS IN DEFAULT</b>					
Penalty					
Punishment					
Compounding					

By order of board of directors,  
 Deccan bearings Limited

Sd/-  
 Mr. Kiran Vora  
 Managing Director  
 DIN: 00108607

Date: 24<sup>th</sup> August 2020  
 Place: Mumbai

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**Annexure C to the Board Report**

**FORM NO. AOC -2**

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

Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arms length transaction under third proviso thereto.

1. Details of contracts or arrangements or transactions not at Arm's length basis.

SL. No.	Particulars	Details
	Name (s) of the related party & nature of relationship	Not applicable
	Nature of contracts/arrangements/transaction	
	Duration of the contracts/arrangements/transaction	
	Salient terms of the contracts or arrangements or transaction including value, if any	
	Justification for entering into such contracts or arrangements or transaction	
	Date of approval by the Board	
	Amount paid as advances, if any	
	Date on which the special resolution was passed in General meeting required under first proviso to section 188	

2. Details of contracts or arrangements or transactions at Arm's length basis.

1)

Sr no	Particular	Details	Details	Details
1	Name (s) of the related party & nature of relationship	Deccan Bearings (India) Private Limited	Prerna K. Vora	Mr. Kiran Vora
2	Nature of Contact /Arrangement/ Transaction	Office Rent	Office Rent	Pay Remuneration
3	Duration of Contact	Payment on basis of Contact	Payment as yearly/monthly	Pay Monthly
4	Silent feature of the Contact or arrangement or transaction	Not applicable	Not applicable	Not applicable
5	Date of approval by the board	NA	NA	NA
6	Nature of relation	Common Directors	Relatives of Director	Director of the Company
7	Amount	21,199	21,199	14,40,990

**By order of board of directors,  
Deccan bearings Limited**

**Sd/-  
Mr. Kiran Vora  
Managing Director  
DIN: 00108607**

**Date: 24<sup>th</sup> August 2020  
Place: Mumbai**

**MANAGEMENT DISCUSSIONS AND ANALYSIS**

**Industry Structure and Development**

The Company is in the business of Ball and Roller Bearings primarily consumed in the automobiles and also in the industrial sector. About 65% of the bearings demand in the Country is from the original equipment manufacturers (OEMs) and the rest are consumed in the after-market and exported. With increasing numbers of two wheelers, three wheelers and four wheelers automobiles, coming under consumption, year after year, and the continuing growth in the Tractor Industry, there is a decent growth in the requirements of bearings year after year. There is also growth in the exports of bearings every year. However, there have also been short term disturbances since the last few years in business, which are however, beneficial for steady business growth in the long term. Demonetization had a short term impact on the businesses followed by the structural reform with the introduction of GST, which saw the end of the VAT system of taxation. This was followed with the NBFC crisis and the increasing NPAs of the banks, which resulted into difficulties for businesses to get finance for their businesses. Since early 2020, there is a serious impact of the pandemic termed as COVID-19. The entire Country was in lockdown declared by the Central Government followed by the State Government followed by extended lockdowns number of times to ensure the safety of lives of people in the Country. Although there is relaxation in the lockdowns gradually, the number of virus positive cases has been increasing and the virus has still not come under control. All Business activities in the Country came to a complete halt, since the beginning of the lockdown period and many of them are yet to re-start their businesses.

Our Company's office was also inoperative for all this time and business also came to a halt ever since. The Company is now making efforts and in the process of re-opening gradually. Whereas there has been very little or no business during the last five or six months, certain fixed and statutory expenses continue during this period. The supply chains of the businesses are seriously impacted. As of now it cannot be ascertaining how long it will take for the business of the Company to normalize. However, the Company is putting all its efforts to get back into business as quickly as possible, and is optimistic to recover the lost business at the earliest.

**Opportunities and Threats**

Almost all the large vehicle manufacturers in the World have set up their base in India as well as, the domestic existing manufacturers are also increasing their production capacities. This gives an opportunity of higher demand for your Company's product.

Simultaneously there is increased production of Ball and Roller bearings as well as huge imports of bearings from various Countries including China.

In spite of the above scenario, the production and imports of bearings has led to a fierce competition in the markets since the supply outstrips the total demand, which due to various factors have become sluggish. Although this appears to be a temporary short term situation, we have to keep in mind that the Government's progressive steps like Demonetization as well as the introduction of GST has resulted in slowing down of the economic activities. Also due to the banking reforms, which has exposed the high NPAs of the Public Sector Banks in particular as well as the NBFC crisis, there is a severe liquidity crunch in the business cycle. As a result of the above measures there is more transparency in business as well as the ease of doing business. A new philosophy of doing business is emerging and the old methods and policies are going through a change to give way to new solutions to the new challenges in the new environment of doing business. Your Company is also going through a transformation in the way of doing business and although it is taking a little longer due to the circumstances the Management expects that the new modules which are presently under implementation will make the Company more competitive and expects better long term financial results for the Company.

## Financial Performance Review

During the year under review the total Revenue of the Company was Rs.220.88 Lakhs, from Rs.80.15 Lakhs in the previous year 2018-19. The total revenue was therefore 175.35% higher in the financial year 2019-20 in comparison to the financial year 2018-19. The Company's unused leasehold land and the dilapidated building situated at GIDC Halol, District Vadodara in Gujarat, which was not in use since last about twenty years, was disposed to create more working capital for the Company in its Business, pursuant to the necessary approval obtained from the Shareholders of the Company, and this contributed towards increase in the total revenue of the Company, which also includes the increased revenue from operations. The loss of the company resultantly reduced in the year under review as compared to the previous year, and more free cash flow was made available in the Company as working capital.

## Segment wise Performance

Your Company has a single reportable segment of ball and roller bearings as the primary business segment for the purpose of AS-17. The assets and liabilities of the Company are all expended towards this business segment.

## Risk Management System

Risk Management System Like any other ongoing business, your Company is exposed to a large number of potential risks that can adversely affect its business. Your Company has established comprehensive Risk Management System to ensure that risks to the Company's continued existence as a going concern and to its development are identified and addressed on timely basis. Consciously dealing with identified risks and regularly monitoring risk factors increases risk awareness and ensures continuing improvement. Management identifies and evaluates - especially such risks which could jeopardise continued existence or development at an early stage and defines and implements measures to control these risks.

## Internal Control Systems and Adequacy

Based on the nature of the business and size of operations the Company has in place adequate systems of internal control and documented procedures covering all financial and operating functions. These controls have been designed to provide for:

- Accurate recording of transactions with internal checks and prompt reporting
- Safeguarding assets from unauthorized use or losses
- Compliance with applicable statutes, and adherence to management instructions & policies
- Effective management of working capital
- Monitoring economy and efficiency of operations

## Human Resource and Industrial Relations

Overall relations with the employees have been cordial during the year and the Company has contained its employee costs.

We continuously aim to provide career development and growth opportunities to our people through our Talent Management Process. It provides dual opportunities for people to grow in their managerial capabilities aligned with their career aspirations. We continuously encourage our people to broaden their horizons and fulfil their potential via a wide and varied range of learning and development opportunities.

## Cautionary Statement

Statements in this Management Discussion and Analysis describing the Company's objectives, projections, estimates and expectations may constitute 'forward looking statements' within the meaning of applicable laws and regulations.

Actual results may differ materially from those either expressed or implied.



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**DECLARATION BY THE MANAGING DIRECTOR UNDER PARA "D" OF SCHEDULE OF THE SEBI  
(LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENT) REGULATION, 2015**

To,  
The Members  
Deccan Bearings Limited

I, Kiran Vora, Managing Director of Deccan Bearings Limited hereby declare that all the Members of the Board of Directors have affirmed Compliance with the Code of conduct, as applicable to them, for the year ended, 31<sup>st</sup> March, 2020.

Sd/-  
Mr. Kiran Vora  
Managing Director

Date: 24<sup>th</sup> August 2020  
Place: Mumbai

**INDEPENDENT AUDITOR'S REPORT**

To The Members

Deccan Bearings Limited

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

**Opinion**

We have audited the financial statements of **Deccan Bearings Limited** ("the Company"), which comprise the balance sheet as at 31<sup>st</sup> March 2020, and the statement of Profit and Loss, (*including other comprehensive income*), *statement of changes in equity* and statement of cash flows for the year then ended, and notes to the 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 financial statements give the information required by the Companies Act 2013 (the Act) in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, and loss (*including other comprehensive income*), *changes in equity* and its cash flows for the year ended on that date.

***Basis for Opinion***

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

***Key Audit Matters***

*Key audit matters are those that, in our professional judgment, were of most significance in our audit of financial statements of the current year. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.*

**Information Other than the Financial Statements and Auditor's Report Thereon**

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **Responsibilities of Management for the 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 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 statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the 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.

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

### **Auditor's Responsibilities for the Audit of the 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 control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the 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 financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

### **Report on Other Legal and Regulatory Requirements**

1 As required by the Companies (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.

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

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) On the basis of 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.

**DECCAN BEARINGS LIMITED**  
**ANNUAL REPORT 2019-2020**

- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
- (g) With the respect to the other matters to be included in the Auditors Report in accordance with the requirements of Section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors is in accordance with the provisions of Section 197 of Act; and
- (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:
- i. The Company does not have any pending litigations which would impact its Ind AS financial statements.*
  - ii. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.*
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.*

**Place: Mumbai**  
**Date: 29<sup>th</sup> July, 2020**

**For K. S. MAHESHWARI & CO.**  
**Chartered Accountants**  
**FRN. 105846W**

**Sd/-**  
**K. S. Maheshwari**  
**(Partner)**  
**M.NO.:39715**  
**UDIN NO : 20039715AAAABN2005**

# DECCAN BEARINGS LIMITED

## ANNUAL REPORT 2019-2020

### Annexure 'A' to the Independent Auditors' Report.

Referred to in Paragraph 2 under "Report on other Legal and Regulatory requirements in independent Auditor's report of even date on the accounts of DEECAN BEARINGS LTD. for the year ended 31<sup>st</sup> March, 2020

1. a. The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- b. The fixed assets have been physically verified by the management as per a phased program of verification. In our opinion, the frequency of verification is reasonable having regard to the size of the Company and the nature of its assets. The discrepancies reported on such verification were not material and have been properly dealt with in the books of account.
- c. The Company does not have any immovable properties of freehold or leasehold land and building and hence reporting under clause (i)(c) of the Order is not applicable.
2. As explained to us, the inventories were physically verified during the year by the Management at reasonable intervals and no material discrepancies were noticed on physical verification.
3. The Company has not granted any loans, secured or unsecured, to companies, firms, and Limited liability partnership or other parties covered in the register maintained under section 189 of the Act.
4. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of the Act in respect of grant of loans, making investments and providing guarantees and securities, as applicable.
5. The Company has not accepted deposits during the year and does not have any unclaimed deposits as at 31<sup>st</sup> March, 2020 and therefore, the provisions of the clause 3 (v) of the Order are not applicable to the Company.
6. As informed to us, the maintenance of cost records has not been prescribed by the Central Government U/s 148(1) of the Company Act, 2013, in respect of the activities carried on by the Company.
7. a) According to the records of the Company, the Company has been regular in depositing undisputed statutory dues including Provident fund, Investor Education and Protection Fund, Employees State Insurance, Income Tax, Sales Tax, Wealth Tax, Customs Duty, Excise Duty, Cess and other material statutory dues with the appropriate authorities.
- b) According to the information and explanation given to us, no undisputed amounts payable in respect of Income Tax, Sales Tax, Wealth Tax, Customs Duty, Excise Duty, Cess were in arrears, as at 31<sup>st</sup> March, 2020 for a period of more than six months from the date they became payable.
- c) According to the record of the company and the information and explanations given to us, the details of disputed value added tax not deposited are as follows:

Nature of Dues	Amount	Period	Forum
Central Sales Tax	Rs. 107656	2013-14	Dy. Commissioner of Sales Tax, Mumbai
Value Added Tax and Interest	Rs. 811044	2013-14	Dy. Commissioner of Sales Tax, Mumbai

8. The Company has not defaulted in repayment of dues to any financial institutions or Bank. There are no debentures issued by the company.

## **DECCAN BEARINGS LIMITED**

### **ANNUAL REPORT 2019-2020**

9. The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments). The term loans have been applied for the purpose for which they were raised.
10. To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no fraud on the Company by its officers or employees has been noticed or reported during the year.
11. 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.
12. The Company is not a Nidhi Company and hence reporting under clause 3(xii) of the Order is not applicable.
13. In our opinion and according to the information and explanations given to us the Company is in compliance with Section 177 and 188 of the Act, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.
14. During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under clause 3(xiv) of the Order is not applicable to the Company.
15. In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its Directors or persons connected to its Directors and hence provisions of Section 192 of the Act are not applicable.
16. The Company is not required to be registered under Section 45-I of the Reserve Bank of India Act, 1934.

**For K. S. MAHESHWARI & CO.**  
**Chartered Accountants**  
**FRN. 105846W**

**Sd/-**

**Place: Mumbai**  
**Date: 29<sup>th</sup> July, 2020**

**K. S. Maheshwari**  
**(Partner)**  
**M. NO. :39715**  
**UDIN NO :20039715AAAABN2005**

# DECCAN BEARINGS LIMITED

## ANNUAL REPORT 2019-2020

**Annexure 'B' to the Independent Auditor's Report of even date on Ind AS financial statements of Deccan Bearings 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 Deccan Bearings Limited ('the Company') as of 31<sup>st</sup> March, 2020 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

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

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI').

These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

### **Auditor's 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 as specified under section 143 (10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both issued by the Institute of Chartered Accountants of India.

Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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



# DECCAN BEARINGS LIMITED

## ANNUAL REPORT 2019-2020

### 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 entity's assets that could have a material effect on the financial statements.

### Inherent Limitations of Internal Financial Controls Over Financial Reporting.

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

### Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31<sup>st</sup> March, 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.

**For K. S. MAHESHWARI & CO.**  
**Chartered Accountants**  
**FRN. 105846W**

Sd/-

**Place: Mumbai**  
**Date: 29<sup>th</sup> July, 2020**

**K. S. Maheshwari**  
**(Partner)**  
**M. NO. :39715**  
**UDIN NO :20039715AAAABN2005**

# DECCAN BEARINGS LIMITED

## ANNUAL REPORT 2019-2020

### DECCAN BEARINGS LIMITED

#### BALANCE SHEET AS AT 31st MARCH, 2020

(in Rupees)

Particulars	Note No.	As at 31st Mar, 2020	As at 31st Mar, 2019
<b>A) ASSETS</b>			
<b>1 Non - Current Assets</b>			
a. Property , Plant and Equipments	3	248470	3514681
b. Capital work In Progress		-	-
c. Other intangible Assets		-	-
d. Financial Assets	4		
I Investment (at cost)		8852444	1902444
II Trade Receivables		5056100	7386100
III Other Non-Current Financial Assets		344747	85879
f. Income Tax Assets (net)	5	276573	274083
<b>Total Non -Current Assets</b>		<b>14778334</b>	<b>13163187</b>
<b>2 Current Assets</b>			
a. Inventories	6	1209058	902606
b. Financial Assets			
i. Trade Receivable	7	5189080	1940450
ii. Cash and cash equivalents	8	130047	145001
iii. Bank Balances other than (ii) above	9	530884	3864266
iv. Loans Receivables	10	206102	515013
v. Other financial assets	11	92125	40979
<b>Total Current Assets</b>		<b>7357296</b>	<b>7408315</b>
<b>TOTAL ASSETS</b>		<b>22135630</b>	<b>20571502</b>
<b>B) EQUITY AND LIABILITIES</b>			
<b>1 EQUITY</b>			
a. Equity Share Capital	12	21833340	21833340
b. Other Equity	13	(6277517)	(3409318)
<b>Total Equity</b>		<b>15558823</b>	<b>18424022</b>
<b>2 LIABILITIES</b>			
<b>Non -Current Liabilities</b>			
a. Financial Liabilities			
i. Other Financial Liabilites	14	614470	714470
b. Diferred tax liabilites		-	-
<b>Total Non-current Liabilites</b>		<b>614470</b>	<b>714470</b>
<b>Current Liabilities</b>			
a. Financial Liabilites			
i. Trade Payables	15	5157355	742322
ii. Other Financial Liabilites	16	807982	690688
b. Short term provisions		-	-
<b>Total Current Liabilities</b>		<b>5965337</b>	<b>1433010</b>
<b>Total Liabilities</b>		<b>6579807</b>	<b>2147480</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>22135630</b>	<b>20571502</b>
<b>Significant accounting policies</b>	2		
<b>Notes to the financial statements</b>	3-30		

The notes referred to above form an integral part of the Ind AS financial statements.

As per our report of even date attached  
For **K. S. MAHESHWARI & CO**  
Chartered Accountants  
(FRN.105846W)

Sd/-  
**K. S. MAHESHWARI**  
Partner (M.No.39715)  
UDIN NO:20039715AAAABN2005

Place : Mumbai  
Date : 29<sup>th</sup> July, 2020

For and on behalf of the Board of Directors

Sd/-  
**KIRAN N.VORA**  
Managing Director  
DIN : 00108607

Sd/-  
**RAJEEV D. SHENVI**  
Director  
DIN : 00089917

Sd/-  
**ANKITA A. PATANKAR**  
COMPANY SECRETARY &  
COMPLIANCE OFFICER  
MEMBERSHIP NO. A57166

Sd/-  
**RITESH M. PARAB**  
CHIEF FINANCIAL OFFICER

# DECCAN BEARINGS LIMITED

## ANNUAL REPORT 2019-2020

### DECCAN BEARINGS LIMITED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2020

(in Rupees)

Particulars	Note No.	For the year ended 31st MAR, 2020	For the year ended 31th MAR, 2019
<b>INCOME</b>			
i Revenue from operations	17	14134171	7097251
ii Other Income	18	7953929	917870
<b>iii Total Income (i+ii) (a)</b>		<b>22088100</b>	<b>8015121</b>
<b>iv EXPENSES</b>			
i Cost of Material Consumed	19	1369057	2946152
ii Purchase of Stock in Trade	19	12591971	419100
iii Changes in Inventories of Finished Goods, Traded Goods, Work-in-Progress	20	(306452)	2752404
iii Employee Benefits Expense	21	2167944	2183911
iv Depreciation and Amortisation expense	22	462233	1097304
v Other Expenses	23	8630556	3332936
<b>Total Expenses (iv)</b>		<b>24915309</b>	<b>12731807</b>
<b>v Profit/(loss) before Exceptional items and tax (iii-iv)</b>		<b>(2827209)</b>	<b>(4716686)</b>
<b>vi Exceptional Item</b>			
<b>vii Profit/(loss) before tax (v-vi)</b>		<b>(2827209)</b>	<b>(4716686)</b>
<b>vii Tax expense:</b>			
1. Current tax		-	-
2. Deferred tax (Credit)		-	-
3. Tax in respect of earlier years		(40,990)	(249835)
<b>ix Profit/(Loss) for the period from continuing operations (vii-viii)</b>		<b>(2868199)</b>	<b>(4966521)</b>
<b>x Other Comprehensive Income</b>			
a Items that will not be reclassified subsequently to profit or loss:			
Loss on remeasurement of post employment benefit obligation		-	-
Tax relating to items that will not be reclassified to profit or loss			
b Items that will be reclassified subsequently to profit or loss:			
Effective portion of gain/(loss) on hedging Instruments in cash flow hedge		-	-
Tax relating to items that will be reclassified to profit or loss			
<b>Total Other Comprehensive Income for the year (net of tax)</b>		<b>-</b>	<b>-</b>
<b>Total Comprehensive income for the year (ix+x)</b>		<b>(2868199)</b>	<b>(4966521)</b>
<b>Earning per equity share (Nominal value of share Rs.10 each)</b>			
<b>Basic (in Rs.)</b>		<b>(1.31)</b>	<b>(2.27)</b>
<b>Diluted (in Rs)</b>		<b>(1.31)</b>	<b>(2.27)</b>
<b>Significant accounting policies</b>	2		
<b>Notes to the financial statements</b>	3-30		

The notes referred to above form an integral part of the Ind AS financial statements.

As per our report of even date attached  
For **K. S. MAHESHWARI & CO**  
Chartered Accountants  
(FRN.105846W)

Sd/-  
**K. S. MAHESHWARI**  
Partner (M.No.39715)  
UDIN NO:20039715AAAABN2005

Place : Mumbai  
Date : 29<sup>th</sup> July, 2020

For and on behalf of the Board of Directors

Sd/-  
**KIRAN N.VORA**  
Managing Director  
DIN : 00108607

Sd/-  
**ANKITA A. PATANKAR**  
COMPANY SECRETARY &  
COMPLIANCE OFFICER  
MEMBERSHIP NO. A57166

Sd/-  
**RAJEEV D. SHENVI**  
Director  
DIN : 00089917

Sd/-  
**RITESH M. PARAB**  
CHIEF FINANCIAL OFFICER

# DECCAN BEARINGS LIMITED

## ANNUAL REPORT 2019-2020

### DECCAN BEARINGS LIMITED

#### CASH FLOW STATEMENT

#### FOR THE YEAR ENDED 31ST MARCH, 2020

(in Rupees)

Particulars	For the year ended 31 st March, 2020		For the year ended 31 st March, 2019	
	Rupees	Rupees	Rupees	Rupees
<b>(A) CASH FLOW FROM OPERATING ACTIVITIES :</b>				
Net Profit before tax and Extraordinary Items		(2827209)		(4716686)
Adjustments for Depreciation	462233		1097304	
Investment Income	(115026)		(411350)	
Interest Received from I.T. on Refund A.Y.18-19	(2501)		-	
Profit on Sale of Investment	-		(281344)	
Insurance claim/Sundry amount written back (Profit) / Loss on sale of Fixed Assest	(15585)		-	
	(7737422)		(225176)	
		(7408301)		179434
<b>Operating profit before working capital</b>		(10235510)		(4537252)
<b>Changes</b>				
Adjustments for:				
Trade and other receivables	(868587)		7907137	
Inventories	(306452)		3184918	
Trade Payables	4432327	3257288	(7822388)	3269667
<b>Cash generated from operations</b>		(6978222)		(1267585)
Interest paid	-		-	
Direct tax paid	(94626)		(290814)	
		(94626)		(290814)
<b>Cash flow before extraordinary items</b>		(7072848)		(1558399)
Extraordinary items		-		-
<b>Net cash from operating activities</b>		(7072848)		(1558399)
<b>(B) CASH FLOW FROM INVESTING ACTIVITIES:</b>				
Purchase of Fixed Assets	-		-	
Sale of Fixed Assets	10541400		405000	
Investment in Shares/Mutual Fund	(6950000)		-	
Insurance claims/Sundry amount witten back	15585		-	
Interest Received from I.T. on Refund A.Y.18-19	2501		-	
Interest earned	115026		411350	
<b>Cash from investing activities</b>		3724512		816350
<b>(C) CASH FLOW FROM FINANCING ACTIVITIES:</b>				
Borrowing/ (Repayment) of long term liabilities	-		-	
<b>Cash from financing activities</b>		-		-
Net Increase/(Decrease) in cash and cash equivalents		(3348336)		(742049)
<b>Cash and cash equivalents as at 31/03/19</b>		<b>4009267</b>		<b>4751316</b>
<b>Cash and cash equivalents as at 31/03/20</b>		<b>660931</b>		<b>4009267</b>

The notes referred to above form an integral part of the Ind AS financial statements.

As per our report of even date attached  
**For K. S. MAHESHWARI & CO**  
 Chartered Accountants  
 (FRN.105846W)

Sd/-  
**K. S. MAHESHWARI**  
 Partner (M.No.39715)  
 UDIN NO:20039715AAAABN2005

Place : Mumbai  
 Date : 29<sup>th</sup> July, 2020

For and on behalf of the Board of Directors

Sd/-  
**KIRAN N.VORA**  
 Managing Director  
 DIN : 00108607

Sd/-  
**ANKITA A. PATANKAR**  
 COMPANY SECRETARY &  
 COMPLIANCE OFFICER  
 MEMBERSHIP NO. A57166

Sd/-  
**RAJEEV D. SHENVI**  
 Director  
 DIN : 00089917

Sd/-  
**RITESH M. PARAB**  
 CHIEF FINANCIAL OFFICER

# DECCAN BEARINGS LIMITED

## ANNUAL REPORT 2019-2020

### DECCAN BEARINGS LIMITED

#### STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31st MARCH, 2020

<b>A Equity Share Capital</b>							(in Rupees)
Notes						Amount	
As at 31st March, 2019						21833340	
Change in equity share capital						0	
As at 31st March, 2020						21833340	
<b>B Other Equity</b>		<b>Reserves and Surplus</b>			<b>Other</b>		
	Capital Reserve	Share Premium	Retained Earnings	Effective Portion of Cash hedges	Remeasurement of defined Benefits	Total	
As at 31st March, 2019	1993298	6000000	(11402616)	-	-	(3409318)	
Profit for the year	-	-	(2868199)	-	-	(2868199)	
Other Comprehensive Income for the year	-	-	-	-	-	-	
Total Comprehensive Income for the year	-	-	-	-	-	-	
<b>Dividends</b>	-	-	-	-	-	-	
Tax on Dividends	-	-	-	-	-	-	
Transfer to General Reserve	-	-	-	-	-	-	
As at 31st March, 2020	1993298	6000000	(14270815)	-	-	(6277517)	
Significant accounting policies						2	
Notes to the financial statements						3-30	

The notes referred to above form an integral part of the Ind AS financial statements.

As per our report of even date attached  
For **K. S. MAHESHWARI & CO**  
Chartered Accountants  
(FRN.105846W)

Sd/-  
**K. S. MAHESHWARI**  
Partner (M.No.39715)  
UDIN NO:20039715AAAABN2005

Place : MUMBAI  
Date : 29<sup>th</sup> July, 2020

For and on behalf of the Board of Directors

Sd/-  
**KIRAN N.VORA**  
Managing Director  
DIN : 00108607

Sd/-  
**RAJEEV D. SHENVI**  
Director  
DIN : 00089917

Sd/-  
**ANKITA A. PATANKAR**  
COMPANY SECRETARY &  
COMPLIANCE OFFICER  
MEMBERSHIP NO. A57166

Sd/-  
**RITESH M. PARAB**  
CHIEF FINANCIAL OFFICER

# DECCAN BEARINGS LIMITED

## ANNUAL REPORT 2019-2020

### NOTES TO IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

#### 1. CORPORATE INFORMATION:

Deccan Bearings Limited ('the Company') is public limited company domiciled and incorporated in India and having its registered office at 315/321 Prospect Chambers, 2<sup>nd</sup> Floor, DR. D. N. Road, Fort, Mumbai – 400 001. The Company's shares are listed on BSE Limited (Bombay Stock Exchange). The Company is engaged in trading bearings.

#### 2. SIGNIFICANT ACCOUNTING POLICIES:

##### 2.1 BASIS OF PREPARATION:

The financial Statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified pursuant to section 133 of the Companies Act, 2013 ('the Act'), read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.

The financial statements of the Company for the year ended 31<sup>st</sup> March, 2020 were approved for issue in accordance with the resolution of the Board of Directors on 29.07.2020.

The statements have been prepared under the historical cost convention.

##### 2.2 CURRENT AND NON CURRENT CLASSIFICATION :

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

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

##### 2.3 SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS :

The preparation of the financial statements in conformity with Ind AS requires management to make estimates and assumptions that affect the reported amounts of revenue, expenses, assets and liabilities. Actual results could differ from those estimates.

Estimates and judgments are reviewed on an ongoing basis. They are based on historical experience and other factors, including expectations of future events that may have a financial impact on the Company and that are believed to be reasonable under the circumstance. Revisions to accounting estimates are recognized in the period in which the estimates are revised and future periods are affected.

The key assumptions concerning the future and other key sources of estimating uncertainty at the reporting date, that have a significant risk of causing a material adjustments to the carrying amounts of assets and liabilities within the next financial year, are described below

##### a. Impairment of Property, Plant and Equipment (PPE)

The evaluation of applicability of indicators of impairment of assets requires assessment of external factors (significant decline in asset's value, significant changes in the technological, market, economic or legal environment, market interest rates etc.) and internal factors (obsolescence or physical damage of an asset, poor economic performance the asset etc.) which could result in significant change in recoverable amount of the PPE.

# DECCAN BEARINGS LIMITED

## ANNUAL REPORT 2019-2020

### NOTES TO IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

#### b. Determination of the estimated useful lives

Useful lives of all PPE are based on the estimation done by the Management which is in line with the useful lives as prescribed in part 'C' of Schedule II to the Act.

#### c. Current and deferred taxes

Significant management judgment is required to determine the amount of current and deferred taxes that can be recognized, based upon the likely timing and the level of future taxable profit together with future tax planning strategies.

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

### 2.4 PROPERTY, PLANT AND EQUIPMENT:

a. All items of property, plant and equipments are measured at cost less accumulated depreciation and any accumulated impairment losses if any.

#### b. DEPRECIATION / AMORTIZATION:

Depreciation on Property, Plant and Equipment is provided on straight line method. Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013.

#### c. IMPAIRMENT:

The carrying amount of PPE are reviewed at each balance sheet date to determine if there is any indication of impairment based on internal/external factors. Assessment of indication of impairment of an asset is made at the year end. An impairment loss is recognized whenever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the asset's net selling price and value in use. In assessing value in use, the Company measures its 'value in use' on basis of estimated discounted cash flow of projections based on current prices.

After impairment, depreciation is provided on the revised carrying amount of the assets over its remaining useful life.

### 2.5 INVENTORIES:

Inventories are valued as under, after providing for obsolescence.

- i] Raw-materials at cost
- ii] Finished goods and Work-in-Progress at cost of Direct materials, Direct wages and appropriate overheads.
- iii] Traded Goods at lower of cost or realisable value.

### 2.6 FOREIGN CURRENCY TRANSACTIONS:

#### Initial Recognition:

Foreign currency transactions are translated in the functional currency, by applying to the foreign currency amount the exchange rate between the functional currency and the foreign currency, prevailing at the date of transaction.

#### Conversion:

Foreign currency monetary items as at balance sheet date are translated using the closing exchange rate on that date.

# DECCAN BEARINGS LIMITED

## ANNUAL REPORT 2019-2020

### NOTES TO IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

#### **Exchange difference:**

Realised gains and losses on Foreign exchange transactions pertaining to current assets and current liabilities are recognized in the Profit and Loss Account.

#### **2.7 CASH AND CASH EQUIVALENTS:**

Cash and cash equivalent include cheques in hand, cash at bank and deposits with banks having original maturity of not more than three months. Bank deposits with original maturity period of more than three months but less than twelve months are classified as other bank balances.

#### **2.8 FINANCIAL INSTRUMENTS:**

A financial instrument is any contract that gives rise to financial assets of one entity and a financial liabilities or equity instrument of another entity.

##### **Financial Assets**

##### **Initial recognition and measurement**

All financial assets are recognized initially at cost.

##### **Subsequent measurement**

All recognized financial assets are subsequently measured in their entity either amortised cost or fair value depending on the classification of the financial assets.

##### **Financial Liabilities**

##### **Initial recognition and measurement**

All financial liabilities are recognized initially a fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

The Company's financial liabilities include trade and other payables and borrowings including bank overdrafts.

##### **Subsequent measurement**

Financial liabilities at fair value through profit and loss.

Gains or losses on liabilities held for trading are recognized in the statement of profit and loss.

##### **Derecognition of Financial Assets and Liabilities**

The Company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire or when the Company transfers the contractual rights to receive the cash flows of the financial asset in which substantially all the risks and rewards of ownership of the financial asset and does not retain control of the financial asset.

#### **2.9 REVENUE RECOGNITION:**

Revenue is recognized to the extent it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable and represents receivable for goods and services provided in the normal course of business, net of discount and taxes:

- i. Revenue from sales of goods is recognized on transfer of significant risk and rewards of ownership of products to the customers.
- ii. Interest income is accounted for on a time proportion basis taking into account the amount outstanding and the rate applicable.



# DECCAN BEARINGS LIMITED

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### NOTES TO IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

#### 2.10 EMPLOYEMENT BENEFITS:

i] **Gratuity Liability a defined benefit scheme:** Employees are not eligible for gratuity benefits. Hence no provision of gratuity is made.

ii] **Provident Fund:** Provident Fund contributions are made to Government Provident Fund Authority are charged to revenue.

#### 2.11 INCOME AND DEFERRED TAXES:

##### TAXATION:

##### I] CURRENT TAX

Provision for Current income tax liability is made on estimated taxable income under Income Tax Act, 1961 after considering permissible tax exemption, deductions and disallowances.

##### II] DEFFERED TAX

Deferred tax resulting from timing difference between book and tax profits is accounted for under the liability method, at the current rate of tax to the extent that the timing difference are expected to crystallize.

#### 2.12 PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS:

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be as outflow of resources. Contingent Liabilities are not recognized but are disclosed in the notes. Contingent Assets are neither recognized nor disclosed in the financial statements.

#### 2.13 DEFERRED TAXATION:

The Company has recognized Deferred Tax Liabilities using current tax rate. Deferred Tax Assets/ Liabilities are reviewed at Balance Sheet date for the appropriateness of their respective carrying value based on the developments/ information available.

#### 2.14 EARNING PER SHARE:

Basic earnings per share is calculated by dividing the net profit or loss for the year attributable to equity shareholders, by weighted average number of equity shares outstanding during the period.

Diluted earnings per share is computed by dividing the net profit or loss for the year attributable to the equity shareholders, by weighted average number of equity and equivalent diluted equity shares outstanding during the year except where the results would be antidilutive.

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NOTES TO IND AS FINANCIAL STATEMENTS AS ON 31ST MARCH, 2020

**3 PRPORERTY PLANT AND EQUIPMENTS**

(in Rupees)

Description of Assets	Lease Hold		Plant and Machinery	Furniture & Fixture	Vehicles	Office Equipments	Saff Quarters	TOTAL
	Land at Halol	Building at Halol						
As at 31st March, 2019	699974	12370953	-	404642	3370968	232485	461906	17540928
Additions								0
Disposals	699974	12370953			3370968			16441895
As at 31st March, 2020	-	-	-	404642	-	232485	461906	1099033
<b>Accumulated Depreciations</b>								
As at 31st March, 2019	-	10184766	-	230520	3084678	208486	317797	14026247
Depreciation for the March 2020	-	355978	-	43649	12495	16085	34026	462233
DeletionsAdjustments	-	10540744	-	-	3097173	-	-	13637917
As at 31st March, 2020	-	-	-	274169	-	224571	351823	850563
<b>Net Block</b>								
As at 31st March, 2019	699974	2186187	-	174122	286290	23999	144109	3514681
As at 31st March, 2020	-	-	-	130473	-	7914	110083	248470

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**NOTES TO IND AS FINANCIAL STATEMENTS AS ON 31ST MARCH, 2020**

<b>4 Financial Assets</b>		<b>(in Rupees)</b>	
<b>Particulars</b>	<b>As at 31st March, 2020</b>	<b>As at 31st March, 2019</b>	
<b>I Investment (at cost)</b>			
<b>a Trade</b>			
1 6 years National Saving Certificates (Deposited with Government and Local Authority)	1100	1100	
<b>b Other Than Trade</b>			
<b>1 Quoted</b>			
SBI Infrastructure Fund	100000	100000	
IDFC Cash Fund	-	-	
IDFC Money Manager Funds	-	-	
IDFC Ultra short Term Fund	8731344	1781344	
<b>2 Unquoted</b>			
1000 Equity Shares of Rs.10/- each of Kansara Bearings Ltd	16000	16000	
1000 Equity Shares of Rs.10/- each of Kansara Modler Ltd	4000	4000	
<b>Total Investments</b>	<u>8852444</u>	<u>1902444</u>	
<b>II Trade Receivables</b>	5056100	7386100	
<b>Total Trade Receivable</b>	<u>5056100</u>	<u>7386100</u>	
<b>III Other Non-Current Financial Assets (Unsecured and Considered Good)</b>			
1 Security Deposits	65366	65366	
2 Loan and Advances	279381	20513	
<b>Total Other Non-Current Financial Assets</b>	<u>344747</u>	<u>85879</u>	
<b>Total Non-Current Financial Assets</b>	<u>14253291</u>	<u>9374423</u>	
<b>5 Income Tax Assets (net) Non- Current</b>			
<b>Particulars</b>	<b>As at 31st March, 2020</b>	<b>As at 31st March, 2019</b>	
1 Advance Tax (Net of Provisions)	276573	274083	
<b>Total Income Tax Assets (net)</b>	<u>276573</u>	<u>274083</u>	

# DECCAN BEARINGS LIMITED

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### DECCAN BEARINGS LIMITED

#### NOTES TO IND AS FINANCIAL STATEMENTS AS ON 31ST MARCH, 2020

##### 6 Inventories

(Valued at the lower of cost and net realisable value)

Particulars	As at 31st March, 2020	As at 31st March, 2019
i Work in Progress	913645	33728
ii Finished Goods	234813	862788
iii Traded Goods	60600	6090
Total	1209058	902606

##### 7 Current Financial Assets - Trade Receivables (Unsecured and Considered Good)

Particulars	As at 31st March, 2020	As at 31st March, 2019
a Trade Receivables	5189080	1940450
Total	5189080	1940450

##### 8 Current Financial Aseets - Cash and cash equivalents

Particulars	As at 31st March, 2020	As at 31st March, 2019
i Balances with Banks	91755	132017
ii Cash On Hand	38292	12984
Total	130047	145001

##### 9 Current Financial Assets - Bank balances other than (ii) above

Particulars	As at 31st March, 2020	As at 31st March, 2019
i Term Deposits	530884	3864266
Total	530884	3864266

##### 10 Current Financial Assets - Loans Receivable (Unsecured and Considered Good)

Particulars	As at 31st March, 2020	As at 31st March, 2019
i Dues from Employees	-	20000
ii Loans and Advances	206102	495013
Total	206102	515013

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**NOTES TO IND AS FINANCIAL STATEMENTS AS ON 31ST MARCH, 2020**

**11 Current Financial Assets - Other Financial Assets**

<b>Particulars</b>	<b>As at 31st March, 2020</b>	<b>As at 31st March, 2019</b>
i Advance Income Tax (net of provision for taxation)	92125	40979
<b>Total</b>	<b>92125</b>	<b>40979</b>

**12 Equity Share Capital**

<b>Particulars</b>	<b>As at 31st March, 2020</b>	<b>As at 31st March, 2019</b>
<b>Authorised Capital :</b> 32,50,000 Equity Shares of Rs.10 Each	32500000	32500000
<b>Issued, Subscribed and Paid-up :</b> 21,83,334 Equity Shares of Rs 10/- Each	21833340	21833340
<b>Total</b>	<b>21833340</b>	<b>21833340</b>

**Details of Shareholders Holding More Than 5% of Equity Shares**

<b>Particulars</b>	<b>As at 31st March, 2020</b>		<b>As at 31st March, 2019</b>	
	<b>No. Of Shares</b>	<b>Percentage %</b>	<b>No. Of Shares</b>	<b>Percentage %</b>
<b>Name of the persons</b>				
NIP Exports Pvt Ltd	341581	16	341581	16
Mukesh N. Vora	235180	11	235180	11
Nirupa N. Vora (HUF)	155833	7	155833	7
Nirupa N. Vora	130350	6	130350	6
Malini M. Vora	130350	6	130350	6
Gopa M. Vora	124050	6	124050	6
	<b>1117344</b>	<b>51</b>	<b>1117344</b>	<b>51</b>

**Reconciliation of share Outstanding at the beginning and at the end of the year**

<b>Particulars</b>	<b>As at 31st March, 2020</b>		<b>As at 31st March, 2019</b>	
	<b>No. Of Shares</b>	<b>Amount</b>	<b>No. Of Shares</b>	<b>Amount</b>
<b>Equity Shares beginning and at the end of the year</b>	2183334	21833340	2183334	21833340

**13 Other Equity**

<b>Particulars</b>	<b>As at 31st March, 2020</b>	<b>As at 31st March, 2019</b>
1 Capital Reserve	1993298	1993298
2 Share Premium	6000000	6000000
3 Retained Earnings	(14270815)	(11402616)
<b>Total</b>	<b>(6277517)</b>	<b>(3409318)</b>

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**NOTES TO IND AS FINANCIAL STATEMENTS AS ON 31ST MARCH, 2020**

**14 Non-Current Liabilities-Other Financial Liabilities**

Particulars	As at 31st March, 2020	As at 31st March, 2019
1 Provision for Taxation (Net of Advance Tax & Tds)	-	-
2 Advance from Customers	35581	35581
3 Trade Payables	349796	449796
4 Other Payables	229093	229093
Total	614470	714470

**15 Current Liabilities - Trade Payables**

Particulars	As at 31st March, 2020	As at 31st March, 2019
a Trade Payables	5157355	742322
Total	5157355	742322

**16 Current Liabilities - Other Financial Liabilities**

Particulars	As at 31st March, 2020	As at 31st March, 2019
a <b>Statutory Liabilities</b>		
Provident Funds	-	-
Tax Deducted at Source	31300	44259
Profession Tax	6600	4900
Vat, Cst and Gst	-	-
b <b>Other Paybles</b>	770082	641529
Total	807982	690688

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**DECCAN BEARINGS LIMITED**

**NOTES TO IND AS FINANCIAL STATEMENTS AS ON 31ST MARCH, 2020**

**17 Revenue from Operations**

<b>Particulars</b>	<b>For the year ended 31st March, 2020</b>	<b>For the year ended 31st March, 2019</b>
a Sales	14134171	7097251
Total	<u>14134171</u>	<u>7097251</u>

**18 Other Income**

<b>Particulars</b>	<b>For the year ended 31st March, 2020</b>	<b>For the year ended 31st March, 2019</b>
a Interest Received	114026	409621
b Interest Received from Income Tax on Refund A.Y. 2018-19	2501	-
c Dividend	1000	1729
d Profit on Sale of Fixed Assets	7820817	225176
e Profit on Sale of Investment	-	281344
f Sundry amount Written Back	15585	-
Total	<u>7953929</u>	<u>917870</u>

**19 Purchase of Stock in Traded Goods and Components**

<b>Particulars</b>	<b>For the year ended 31st March, 2020</b>	<b>For the year ended 31st March, 2019</b>
a Raw Material and Components	1191679	2509732
b Processing Charges	177378	436420
	<u>1369057</u>	<u>2946152</u>
c Traded goods	12591971	419100
Total	<u>13961028</u>	<u>3365252</u>

**DECCAN BEARINGS LIMITED**  
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**DECCAN BEARINGS LIMITED**

**NOTES TO IND AS FINANCIAL STATEMENTS AS ON 31ST MARCH, 2020**

**20 Changes in Inventories of Traded Goods and Work-In-Progress**

<b>Particulars</b>	<b>For the year ended 31st March, 2020</b>	<b>For the year ended 31st March, 2019</b>
Decrease / (increase) in inventories of Finished goods		
Opening Inventory	862788	-
Less : Closing Inventory	234813	862788
(a)	627975	(862788)
Decrease / (increase) in inventories of Traded goods		
Opening Inventory	6090	3422088
Less : Closing Inventory	60600	6090
(a)	(54510)	3415998
Decrease / (increase) in inventory of Work In Progress		
Opening Inventory	33728	232922
Less : Closing Inventory	913645	33728
(b)	(879917)	199194
Total (a+b)	(306452)	2752404

**21 Employee Benefits Expense**

<b>Particulars</b>	<b>For the year ended 31st March, 2020</b>	<b>For the year ended 31st March, 2019</b>
a Salaries and Wages	1017887	1027391
b Directors Remuneration	1125000	1100000
c Contribution to Provident funds and other schemes	-	3500
d Staff Welfare Expenses	25057	53020
Total	2167944	2183911

**22 Depreciation and Amortisation expense**

<b>Particulars</b>	<b>For the year ended 31st March, 2020</b>	<b>For the year ended 31st March, 2019</b>
Depreciation of Property, Plant and equipments	462233	1097304
	462233	1097304



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**NOTES TO IND AS FINANCIAL STATEMENTS AS ON 31ST MARCH, 2020**

**23 Other Expenses**

<b>Particulars</b>	<b>For the year ended 31st March, 2020</b>	<b>For the year ended 31st March, 2019</b>
1 Advertisement	24048	21016
2 Annual Listing Fees	300000	250000
3 Auditor's Remuneration {i} Audit Fees	20000	20000
4 Bank Charges	3606	2291
5 Conveyance	13881	108456
6 Claims Account	300000	-
7 Discount	1923	-
8 Electricity & Power Charges	184280	194842
9 Freight Outward	-	3050
10 Freight Inward	-	11150
11 Insurance Charges	21606	34686
12 Legal & Professional Fees	346034	301614
13 Packing Materials	-	432513
14 Postage & Telegraph	11628	26728
15 Printing & Stationery	46989	69918
16 Rent, Rate & Taxes	851163	377783
17 Repairs to Others	75767	88451
18 Sales Promotion	-	-
19 Telephone Charges	33568	45574
20 Travelling	137357	229945
21 Vehicle Expenses	147848	225387
22 Loss on Sale of Fixed Assets	83395	-
23 Miscellaneous Expenses	6027463	889532
Total	8630556	3332936

# DECCAN BEARINGS LIMITED

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### NOTES TO IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

#### 24 DISCLOSURE PURSUANT TO INDIAN ACCOUNTING STANDARDS (IND AS) 107: FINANCIAL INSTRUMENTS DISCLOSURES: ACCOUNTING CLASSIFICATION:

The following table shows the carrying amounts of Financial Assets and Financial Liabilities:

FINANCIAL ASSETS	AMORTISED COST AS ON 31.03.2020 Rs.	AMORTISED COST AS ON 31.03.2019 Rs.
<b>OTHER NON CURRENT FINANCIAL ASSETS</b>		
Security Deposits	65366	65366
Bank Deposits	-	-
Others	279381	20513
Cash & Cash Equivalents	130047	145001
Bank Balance other than cash & cash equivalents	530884	3864266
Trade Receivable	5189080	1940450
Other financial assets	206102	515013
<b>Total Financial Assets</b>	<b>6400860</b>	<b>6550609</b>

FINANCIAL LIABILITIES	AMORTISED COST AS ON 31.03.2020 Rs.	AMORTISED COST AS ON 31.03.2019 Rs.
Trade Payable	5157355	742322
Other current financial liabilities	807982	690688
<b>Total Financial Liabilities</b>	<b>5965337</b>	<b>1433010</b>

#### FINANCIAL RISK MANAGEMENT:

The Company has exposure to the following risks arising from financial instruments:

- . Market risk
- . Liquidity risk
- . Credit risk

In the course of its business, the Company is exposed primarily to aforesaid risks, which may impact the fair value of its financial instruments. The Company has risk management system which not only covers the foreign exchange risk but also other risks associated with the financial assets and liabilities such as credit risks. The risk management strategy is approved by Board of Directors which is implemented by the Company's management. The risk management framework aims to create a stable business planning environment by reducing the impact of market related risks, credit risks and currency fluctuations on the Company's earnings. The risks identified through the risk management system are analysed and evaluated by the Company's management and reported to the Board of Directors periodically along with report of planned mitigation measures.

# DECCAN BEARINGS LIMITED

## ANNUAL REPORT 2019-2020

### NOTES TO IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

#### A) Market Risk:

Market risk is the risk of any loss in future earnings, in realizable fair values or in future cash flows that may result from a change in the price of financial instrument, liquidity and other market changes. Future specific market movements cannot be normally predicted with reasonable accuracy.

#### B) Liquidity Risk:

The Company's principal sources of liquidity are cash and cash equivalents and cash flow generated from operations. The Company regularly monitors actual cash flows and forecast to ensure that the Company maintains sufficient liquidity to meet the operation needs.

#### C) Credit Risk:

Credit risk is the unexpected loss in financial instruments if the counter parties fail to discharge its contractual obligations in entirety and timely. The Company is exposed to credit risks arising from its operating and financing activities such as trade receivable, loans and advances and other financial instruments. The carrying amounts of financial assets represent the maximum credit exposure.

#### Trade Receivables:

Credit risk on trade receivables is limited due to the Company's diversified customer base.

#### Other Financial Assets:

The Company does not have significant credit risk from loans and advances given.

### 25 DISCLOSURE PURSUANT TO INDIAN ACCOUNTING STANDARDS (IND AS) 108 OPERATING STATEMENT :

The Company is engaged in the business of Bearings, which as per Ind AS-108. On Segment Reporting is considered to be the only reportable business segment, the Company is operating in the same geographical segment. Therefore Segment wise reporting is not applicable.

### 26 EARNINGS PER SHARE:

PARTICULARS	2019-2020 Rs.	2018-19 Rs.
Profit/ (Loss) available to equity shareholders	(2868199)	(4966521)
Weighted average no. of equity share for basic EPS	2183334	2183334
Nominal value of equity shares	Rs. 10	Rs.10
Earning Per Share (Basic/Diluted)	-1.31	-2.27

### 27 EXPENDITURE IN FOREIGN CURRENCY:

	2019-2020	2018-19
Traveling expenses	Nil	Rs.19525
Professional Fees	Nil	(Nil)
Imports (Trading Goods on C.I.F.)	(Nil)	(Nil)

### 28 EARNINGS IN FOREIGN EXCHANGE:

	2019-2020	2018-19
Export of Goods(F.O.B)	(Nil)	(Nil)

# DECCAN BEARINGS LIMITED

## ANNUAL REPORT 2019-2020

NOTES TO IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

### 29 RELATED PARTIES TRANSACTIONS :

- 1] Relationship :
- (a) Associates :  
Deccan Bearings (India) Pvt. Limited
- (b) Key management personnel  
Kiran N. Vora, Managing Director
- (c) Relatives :  
Prerna K. Vora
- 2] Transactions with Related parties (amount in Rupees):

#### I] REMUNARATION

PARTICULARS	2019-2020 Rs.	2018-19 Rs.
REMUNARATION	1125000	1100000
PERQUISITES	315910	282560
CONTRIBUTION TO PF	-	-
TOTAL	1440990	1382560

#### II] RENT

PARTICULARS	ASSOCIATES		RELATIVES	
	2019-20 Rs.	2018-19 Rs.	2019-20 Rs.	2018-19 Rs.
OFFICE RENT	21199	35634	21199	35634

30 Figures of the Previous Year have been regrouped/ recasted wherever necessary to correspond with the current years' classification/disclosure.

As per our attached Report of even date  
For K.S.MAHESHWARI & CO.  
Chartered Accountants  
(FRN.105846W)

For and on behalf of the Board

Sd/-  
(K.S.MAHESHWARI)  
Partner M.No.39715  
UDIN NO : 20039715AAAABN2005

Sd/-  
KIRAN N. VORA  
Managing director  
DIN : 00108607

Sd/-  
RAJEEV D. SHENVI  
Director  
DIN : 00089917

Place : Mumbai  
Dated: 29<sup>th</sup> July, 2020

Sd/-  
ANKITA A. PATANKAR  
Company Secretary &  
Compliance Officer  
Membership No. : A57166

Sd/-  
RITESH M. PARAB  
Chief Financial Officer