

Ref: SEC:JS:

SEP 02, 2022

- 1) B S E Limited
Floor 1, 'Phiroze JeeJeebhoy Towers'
Dalal Street
Mumbai - 400 001

- 2) The Listing Department
National Stock Exchange of India Ltd.
"Exchange Plaza",
Bandra-Kurla Complex, Bandra (E)
MUMBAI – 400 051

Company No. 504058 / NIPPOBATRY

Dear Sirs,

Sub: Submission of Annual Report for the financial year 2021-22 and Notice convening the 49th Annual General Meeting of the Company under Regulation 34 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended.

Pursuant to Regulation 30 and 34 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, we herewith submit the Annual Report of the Company for the financial year 2021-22 along with the Notice convening the 49th Annual General Meeting which will be held on Tuesday the 27th September 2022 and Business Responsibility Report for the year 2021-22.

Further, we would like to inform that the aforesaid documents are available on the website of the Company viz., www.nippo.in.

Thanking you,

Yours faithfully,
For Indo National LtdJ. Srinivasan
Company SecretaryEncl: As above

NIPPO



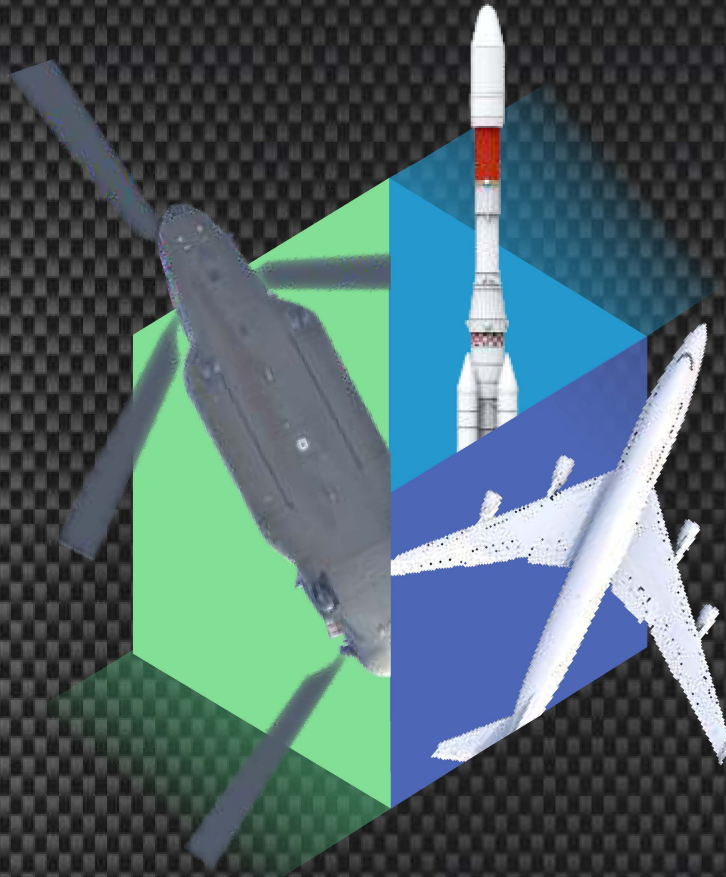
Annual Report
2021-2022

INDO NATIONAL LIMITED

KINECO | KAMAN

Composite Structures

Aerospace | Defence | Space



A Multi-National JV between
Kineco Limited - India & Kaman Aerospace Group - USA

INDO NATIONAL LIMITED

(CIN L31909TN1972PLC006196)

Registered Office: 'Lakshmi Bhavan' IVth Floor, No.609, Mount Road, Chennai - 600 006.

Corporate / Head Office: Pottipati Plaza, 3rd Floor, Door No.77, Nungambakkam High Road,
Nungambakkam, Chennai - 600 034.

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INDO NATIONAL LIMITED

BOARD OF DIRECTORS

N. Ramesh Rajan
Chairman

P. Dwaraknath Reddy
Managing Director

R.P. Khaitan
Joint Managing Director

P. Aditya Reddy
Joint Managing Director

Mrs. Lakshmmi Subramanian

M. Sankara Reddy

C.R. Sivaramakrishnan

CHIEF FINANCIAL OFFICER

J. Srinivasan

COMPANY SECRETARY

AUDITORS

G Balu Associates LLP
'Jammi Building',
No.123, Royapettah High Road,
Mylapore,
Chennai - 600 004.

BANKERS

Canara Bank
HDFC Bank Ltd.
HSBC Bank Ltd.

REGISTERED OFFICE

No.609, Mount Road
Lakshmi Bhavan
IVth Floor
Chennai – 600 006

CORPORATE / HEAD OFFICE

Pottipati Plaza, 3rd Floor,
Door No.77, Nungambakkam High Road,
Nungambakkam, Chennai - 600 034.

FACTORY

Tada Village
Nellore District - 524 401.
(Andhra Pradesh)

NOTICE

NOTICE is hereby given that the FORTY NINTH ANNUAL GENERAL MEETING of INDO- NATIONAL LTD will be held on Tuesday the 27th day of September, 2022 at 3.00 p.m through Video conferencing ("VC") / other Audio Visual Means ("OVAM") to transact the following business:

ORDINARY BUSINESS:

1. (a) To receive, consider and adopt the Directors Report, Audited Standalone Balance Sheet of the Company as at March 31, 2022 and the statement of Profit and Loss for the year ended that date together with the reports of the Auditors thereon.
- (b) To receive, consider and adopt the Audited Consolidated financial Statements of the company for the financial year ended 31st March 2022 together with the report of the Auditors thereon.
2. To declare a Dividend on equity shares of Rs.5/- per share (100%) for the year 2021-22.
3. To appoint a Director in the place of Mr.P. Dwaraknath Reddy (DIN:00277929), who retires by rotation under Article 147 of the Articles of Association of the Company and as per applicable provisions of the Companies Act 2013, and who, being eligible offers himself for re-appointment.
4. To appoint a Director in the place Mr.R.PKhaitan (DIN:00015801), who retires by rotation under Article 147 of the Articles of Association of the Company and as per applicable provisions of the Companies Act 2013, and who, being eligible offers himself for re-appointment.
5. To appoint a Director in the place of Mr.P.Aditya Reddy (DIN:00482051), who retires by rotation under Article 147 of the Articles of Association of the Company and as per applicable provisions of the Companies Act 2013, and who, being eligible offers himself for re-appointment.
6. To appoint a Director in the place of Mr.M. Sankara Reddy (DIN:07212025), who retires by rotation under Article 147 of the Articles of Association of the Company and as per

applicable provisions of the Companies Act 2013, and who, being eligible offers himself for re-appointment.

7. To Re-appoint M/s. G. Balu Associates LLP, Chartered Accountants, (Firm Registration No. 000376S/S200073) as Statutory Auditors of the Company for a second term of five years and in this regard to consider and, if thought fit, to pass, with or without modifications the following resolution as an Ordinary Resolution:

Resolved that pursuant to Section 139, 142 and other applicable provisions, if any of the Companies Act, 2013("Act"), read with the Companies (Audit & Auditors) Rules, 2014 and Securities and Exchange Board of India ("Listing Obligations and Disclosure Requirements) Regulations, 2015 ("LODR") including any statutory enactment or modification thereof for the time being in force and pursuant to the recommendations of the Audit committee and the Board of Directors of the Company ("Board"), M/s. G. Balu Associates LLP, Chartered Accountants, (Firm Registration No. 000376S/S200073), who have confirmed their willingness to be re-appointed as Auditors of the Company and also certified that if the appointment is made, it shall be in accordance with the conditions prescribed under Rule 4 of the Companies (Audit & Auditors) Rules, 2014, as well as satisfy the criteria provided in Section 141 of the Companies Act, 2013 be and is hereby re-appointed as the Statutory Auditors of the Company, to hold office for a second term of five consecutive years from the conclusion of this Annual General Meeting till the conclusion of 54thAnnual General Meeting of the Company and that the Board be and is hereby authorised to fix such remuneration as may be recommended by the Audit committee in consultation with the Auditors.

Resolved further that Company Secretary of the Company be and is hereby authorized for and on behalf of the Company to take all necessary steps and to do all such acts, deeds, matters and things which may deem necessary to give effect to this resolution.

SPECIAL BUSINESS:

8. To re-appoint Mr.P. Dwaraknath Reddy (DIN:00277929) as Managing Director and payment of remuneration and in this regard to consider and if thought fit, to pass, with or without modification(s), the following resolution as a **Special Resolution**.

Resolved that in accordance with the provisions of Sections 196, 197 and 198 read with Schedule V and all other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), as per Regulation 17(6)(e) of the SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015, being a member of the promoter group, on the basis of recommendation of Nomination and Remuneration Committee and approval of the board, the consent of the Company be and is hereby accorded to the re-appointment of Mr.P. Dwaraknath Reddy (DIN:00277929) as Managing Director of the Company, for a period of one year with effect from 1st October 2022, notwithstanding that on January 5, 2023, attains the age of 70 (Seventy) years, on the terms and conditions including remuneration as set out in the Statement annexed to the Notice convening this Meeting, with liberty to the Board of Directors (hereinafter referred to as "the Board" which term shall be deemed to include the Nomination and Remuneration Committee of the Board) to alter and vary the terms and conditions of the said appointment and/or remuneration as it may deem fit and as may be acceptable to Mr.P. Dwaraknath Reddy (DIN:00277929), subject to the same not exceeding the limits specified under Schedule V to the Companies Act, 2013 or any statutory modification(s) or re-enactment thereof:

Resolved further that pursuant to provisions of section 197 (1) and 197(3) read with Schedule V to the Companies Act 2013 and on the basis of recommendation of Nomination and Remuneration Committee and approval of the

board, the consent of the Company be and is hereby accorded for the remuneration and other perquisites as stated in the Information in terms of Schedule V to the Company's Act, 2013 / Item No.8 of the Explanatory Statement attached herewith, paid/payable to Mr. P.Dwaraknath Reddy (DIN:00277929) Managing Director of the Company, for the period from 1st April 2021 to 30th September, 2023.

Resolved further that pursuant to sub-section (3) of Section 197 of the Companies Act, 2013, Mr.P. Dwaraknath Reddy (DIN:00277929) Managing Director of the Company be paid minimum remuneration and perquisites in case of absence or inadequacy of profits in any financial year of the Company during his term of office but does not exceeding the limit specified under Schedule V to the Companies Act,2013 or such other limits as may be prescribed by the Central Government from time to time as minimum remuneration.

Resolved further that the Board be and is hereby authorised to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution.

9. To consider and if thought fit, to pass, with or without modification(s), the following resolution as an **Ordinary Resolution**.

Resolved that pursuant to the provisions of section 188 (1)(f) of the Companies Act, 2013 read with Companies (Meeting of Board and Its Powers) Rules, 2014 and other applicable provisions, if any, of the Companies Act, 2013 including statutory modification(s) or re-enactment thereof for the time being in force and as may be enacted from time to time and pursuant to Regulation 23 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015 and FAQ on SEBI (Listing Obligations and Disclosure Requirements). Regulation 2015 released by SEBI dated January 08, 2016 and on the basis of recommendation of NRC and on the basis of approval by Audit Committee and Board of Directors, the consent of the Members be and is hereby accorded to pay, the salary and other perquisites as stated in the Item No.9 of the

explanatory statement attached herewith, to Mr. M. Sankara Reddy, who is a Director of the company, to hold office or place of profit as Advisor for a period of one year w.e.f 01st April 2022, subject to terms and conditions, as stated in the Explanatory Statement.

Resolved further that the Nomination & Remuneration Committee/Board of Directors has the liberty to alter and vary such remuneration in accordance with the provisions of the Companies Act, 2013 to effect change in designation and responsibilities of the persons holding office or place of profit within the maximum limit approved by the shareholders.

Resolved further that for the purpose of giving effect to the foregoing Resolution, Mr. J.Srinivasan, Company Secretary of the Company be and is hereby authorized to do all such acts, deeds, matters and things, as may be considered necessary, proper or desirable in the said regard including filling of returns with any authority.

10. To re-appoint Mr. R.P. Khaitan (DIN:00015801) as Joint Managing Director and payment of remuneration in this regard to consider and if thought fit, to pass, with or without modification(s), the following resolution as **Special Resolution**.

Resolved that in accordance with the provisions of Sections 196, 197 and 198 read with Schedule V and all other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), Regulation 17(6)(e) of the SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015, being a member of the promoter group, on the basis of recommendation of Nomination and Remuneration Committee and approval of the board the consent of the Company be and is hereby accorded to the re-appointment of Mr. R.P. Khaitan (DIN:00015801) as Joint Managing Director of the Company, for a period of one year with effect from 1stOctober 2022, notwithstanding that he has already attained the age of 70 (Seventy) years, on the

terms and conditions including remuneration as set out in the Statement annexed to the Notice convening this Meeting, with liberty to the Board of Directors (hereinafter referred to as "the Board" which term shall be deemed to include the Nomination and Remuneration Committee of the Board) to alter and vary the terms and conditions of the said appointment and/or remuneration as it may deem fit and as may be acceptable to Mr. R.P. Khaitan, subject to the same not exceeding the limits specified under Schedule V to the Companies Act, 2013 or any statutory modification(s) or re-enactment thereof.

Resolved further that pursuant to provisions of section 197 (1) and 197(3) read with Schedule V to the Companies Act 2013 and on the basis of recommendation of Nomination and Remuneration Committee and approval of the board, the consent of the Company be and is hereby accorded for the remuneration and other perquisites as stated in the Information in terms of Schedule V to the Company's Act, 2013 / Item No.10 of the Explanatory Statement attached herewith, paid / payable to Mr. R.P. Khaitan (DIN:00015801), Joint Managing Director of the Company for the period from 01st April 2021 to 30th September, 2023.

Further resolved that pursuant to sub-section (3) of Section 197 of the Companies Act, 2013, Mr. R.P. Khaitan (DIN:00015801), Joint Managing Director of the Company be paid minimum remuneration and perquisites in case of absence or inadequacy of profits in any financial year of the Company during his term of office but does not exceeding the limit specified under Schedule V to the Companies Act,2013 or such other limits as may be prescribed by the Central Government from time to time as minimum remuneration.

Resolved further that the Board be and is hereby authorised to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution.

11. Approval for related party transactions with M/s. Radiohms Agencies.

To consider and thought fit to pass with or without modification, the following as an **Ordinary Resolution:**

Resolved that pursuant to Regulation 23 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015 and FAQ on SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015 released by SEBI dated January 08, 2016, section 188 and other applicable provisions if any, of the Companies Act, 2013, and rules made thereunder, including any amendment, modification, variation are re-enactment thereof for the time being in force and on the basis of approval of the Audit Committee the consent of the company be and is hereby accorded for, related party transactions to be entered by the company as per chart appended below :

S.No.	Name of Related Party	Transactions	Value of transaction	Period
1.	M/s.Radiohms Agencies	Sale / Supply of Products and other Services	Rs.50 Crs. (Rupees Fifty Crores only) per year	1 st October 2022 to 30 th September, 2023

Resolved further that to give effect to the resolution the Board of Directors /Committee thereof be and is hereby authorized to settle any question, difficulty or doubt that may arise with regard to giving effect to the above resolution and to do all such acts, deeds, things as may be necessary to finalise any documents and writings related thereto.

12. Approval for related party transactions with M/s. RAL Consumer Products Limited.

To consider and thought fit to pass with or without modification, the following as an **Ordinary Resolution:**

Resolved that pursuant to Regulation 23 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015 and FAQ on SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015 released by SEBI dated January 08,2016 , section 188 and other applicable provisions if any, of the Companies Act, 2013, and rules made thereunder, including any amendment, modification, variation and re-enactment

thereof for the time being in force and on the basis of approval of audit committee the consent of the company be and is hereby accorded for, related party transactions to be entered by the company as per chart appended below.

S.No.	Name of Related Party	Transactions	Value of transaction	Period
1.	M/s. RAL Consumer Products Limited	Sale/ Supply of Products and other Services	Rs.50 Crs (Rupees Fifty Crores only) per year	1 st October 2022 to 30 th September, 2023

Resolved further that to give effect to the resolution the Board of Directors /Committee thereof be and is hereby authorized to settle any question, difficulty or doubt that may arise with regard to giving effect to the above resolution and to do all such acts, deeds, things as may be necessary to finalise any documents and writings related thereto.

13. Approval for related party transactions with M/s. Associated Electrical Agencies.

To consider and thought fit to pass with or without modification, the following as an **Ordinary Resolution:**

Resolved that pursuant to Regulation 23 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015 and FAQ on SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015 released by SEBI dated January 08,2016 , section 188 and other applicable provisions if any, of the Companies Act, 2013, and rules made thereunder, including any amendment, modification, variation and re-enactment thereof for the time being in force and on the basis of approval of audit committee the consent of the company be and is hereby accorded for, related party transactions to be entered by the company as per chart appended below :

S.No.	Name of Related Party	Transactions	Value of transaction	Period
1.	M/s. Associated Electrical Agencies	Sale/ Supply of Products and other Services	Rs.125 Crs per year (Rupees One hundred and Twenty five Crores only)	1 st October 2022 to 30 th September, 2025

Resolved further that to give effect to the resolution the Board of Directors /Committee thereof be and is hereby authorized to settle any question, difficulty or doubt that may arise with regard to giving effect to the above resolution and to do all such acts, deeds, things as may be necessary to finalise any documents and writings related thereto.

14. Approval for related party transactions with M/s. Apex Agencies.

To consider and thought fit to pass with or without modification, the following as an **Ordinary Resolution**:

Resolved that pursuant to Regulation 23 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015 and FAQ on SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015 released by SEBI dated January 08,2016 , section 188 and other applicable provisions if any, of the Companies Act, 2013, and rules made thereunder, including any amendment, modification, variation and re-enactment thereof for the time being in force and on the basis of approval of audit committee the consent of the company be and is hereby accorded for, related party transactions to be entered by the company as per chart appended below.

S.No.	Name of Related Party	Transactions	Value of transaction	Period
1.	M/s. Apex Agencies	Sale/ Supply of Products and other Services	Rs.125 Crs per year (Rupees One hundred and Twenty five Crores only)	1 st October 2022 to 30 th September, 2025

Resolved further that to give effect to the resolution the Board of Directors /Committee thereof be and is hereby authorized to settle any question, difficulty or doubt that may arise with regard to giving effect to the above resolution and to do all such acts, deeds, things as may be necessary to finalise any documents and writings related thereto.

15. To approve the remuneration of the Cost Auditor for the financial year ending March 31,2023 and in this regard to consider and if

thought fit to pass the following resolution as an **ordinary resolution**.

Resolved that pursuant to the provisions of section 148 and other applicable provisions, if any, of the Companies Act,2013 and the Companies (Audit and Auditors) Rules 2014 (including any statutory modifications or re-enactments thereof, for the time being in force) Mr. P. Raju Iyer, Cost accountant appointed by the Board of Directors of the Company on the recommendations of the audit committee be paid the remuneration of Rs.75,000/- plus out of pocket expense to conduct the audit of the cost records of the Company for the financial year ending March 31, 2023.

Resolved further that the Board of directors of the Company be and is hereby authorized to do all such acts and take all such steps as may be necessary proper or expedient to give effect to this resolution.

For and on behalf of the Board of Directors
For Indo National Ltd

Place: Chennai
Date :12th August, 2022

P. Aditya Reddy
Joint Managing Director
(DIN:00482051)

NOTES:

- Pursuant to the General Circular numbers 20/2020, 14/2020, 17/2020, 02/2021 and 02/2022 issued by the Ministry of Corporate Affairs (MCA) and Circular number SEBI/HO/CFD/CMD1/CIR/P/2020/79, SEBI/HO/CFD/CMD/CIR/P/2020/242, SEBI/HO/CFD/CMD2/CIR/P/2021/11 and SEBI/HO/CFD/CMD2/CIR/P/2022/62 issued by the Securities and Exchange Board of India (SEBI) (hereinafter collectively referred to as "the Circulars"), companies are allowed to hold AGM through VC, without the physical presence of Members at a common venue. Hence, in compliance with the Circulars, the Annual General Meeting of the Company is being held through VC. The deemed venue of the AGM shall be the Registered Office of the Company.

2. The Explanatory Statement as per the provisions of section 102 of the Companies Act, 2013 in respect of the items of the Special Business as set out above is annexed.
 3. As this AGM is being held pursuant to the Circulars through VC / OAVM, physical attendance of Members has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be available for the AGM and hence the Proxy Form and Attendance Slip are not annexed to this Notice.
 4. The Register of Members and the Share Transfer Books of the Company will remain closed from Wednesday the 21st September, 2022 to Tuesday the 27th September, 2022 (Both days inclusive).
 5. Pursuant to the provisions of Sections 107 and 108, read with the Companies (Management and Administration) Rules, 2014, the Company is pleased to offer the option of E-Voting facility to all the members of the Company. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating e-voting. The Members who wish to attend Annual General Meeting can vote at the Meeting. The Company has appointed Mr. M.Damodaran, Managing Partner of M Damodaran & Associates LLP, Practicing Company Secretaries as Scrutinizer. Those Members, who will be present in the AGM through VC / OAVM facility and have not cast 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 during the AGM. The instructions for remote e-voting and e-voting at AGM are annexed to the Notice.
- forthcoming AGM will thus be held through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing AGM through VC/OAVM.
2. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and MCA Circulars dated April 08, 2020, April 13, 2020, May 05, 2020 and May 05, 2022 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting's agency. The facility of casting votes by a member using remote e-voting as well as the e-voting system on the date of the AGM will be provided by CDSL.
 3. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available to at least 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
 4. 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.
 5. 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

CDSL e-Voting System – For e-voting and Joining Virtual meetings:-

1. As you are aware, in view of the situation arising due to COVID-19 global pandemic, the general meetings of the companies shall be conducted as per the guidelines issued by the Ministry of Corporate Affairs (MCA) vide Circular No. 14/2020 dated April 8, 2020, Circular No.17/2020 dated April 13, 2020 and Circular No. 20/2020 dated May 05, 2020 and Circular No.02/2022 dated 05th May 2022. The

available for this AGM. However, in pursuance of Section 112 and Section 113 of the Companies Act, 2013, representatives of the members such as the President of India or the Governor of a State or body corporate can attend the AGM through VC/OAVM and cast their votes through e-voting.

6. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at www.nippon.in. The Notice can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited and National Stock Exchange of India Limited at www.bseindia.com and www.nseindia.com respectively. The AGM Notice is also disseminated on the website of CDSL (agency for providing the Remote e-Voting facility and e-voting system during the AGM) i.e. www.evotingindia.com.

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

- (i) The voting period begins on Saturday, the 24th September 2022 at 9.00 a.m and ends on Monday the 26th September 2022 at 5.00 p.m. During this period shareholders’ of the Company, holding shares either in physical form or in dematerialized form, as on 20th September 2022 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- (iii) Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders’ resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.

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

In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to all the demat account holders, by way of a single login credential, through their demat accounts/ websites of Depositories/ Depository Participants. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.

- (iv) In terms of SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Pursuant to abovesaid SEBI Circular, Login method for e-Voting and joining virtual meetings for Individual shareholders holding securities in Demat mode CDSL/NSDL is given below:

Type of Shareholders	Login Method
Individual shareholders holding securities in Demat mode with CDSL	1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or visit www.cdslindia.com and click on Login icon and select New System Myeasi.

Type of Shareholders	Login Method	Type of Shareholders	Login Method
	<p>2) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers i.e. CDSL/NSDL/KARVY/LINKIN TIME, so that the user can visit the e-Voting service providers' website directly.</p> <p>3) If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/Easi Registration.</p> <p>4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page or click on https://evoting.cdslindia.com/Evoting/Evoting Log in The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.</p>	<p>Individual shareholders holding securities in Demat mode with NSDL</p>	<p>1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsdl.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p> <p>2) If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select "Register Online for IDeAS Portal" or click at https://eservices.nsdl.com/SecureWeb/Ideas DirectReg.jsp</p> <p>3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter</p>

Type of Shareholders	Login Method
	your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.
Individual Shareholders (holding securities in demat mode) login through their Depository Participants	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

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

(v) Login method for e-Voting and joining virtual meetings for Physical shareholders and shareholders other than individual holding in Demat form:-

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

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

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

PAN

For Physical shareholders and other than individual shareholders holding shares in Demat.

Enter your 10digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both

demat shareholders as well as physical shareholders)

Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.

Dividend Bank Details OR Date of Birth (DOB)

Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login.

If both the details are not recorded with the depository or company, please enter the member id / folio number in the Dividend Bank details field.

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

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

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

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

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

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

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

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

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

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

(xvi) Additional Facility for Non – Individual Shareholders and Custodians –For Remote Voting only.

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

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

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

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

queries in advance five days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at (company email id). These queries will be replied to by the company suitably by email.

8. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.
9. Only those shareholders, who are present in the AGM 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.
10. If any Votes are cast by the shareholders through the e-voting available during the AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders shall be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

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

1. For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to Company/RTA email id.
2. For Demat shareholders -, Please update your email id & mobile no. with your respective Depository Participant (DP).
3. For Individual Demat shareholders – Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.

If you have any queries or issues regarding attending AGM & e-Voting from the CDSL e-Voting System, you can write an email to helpdesk.evoting@cdslindia.com or contact at 022-23058738 and 1800225533.

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL,) Central Depository Services (India) Limited, A Wing, 25th Floor, MarathonFuturex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call on 1800225533.

GENERAL INSTRUCTIONS:

4. The Company has appointed Mr. M.Damodaran, Managing Partner of M Damodaran & Associates LLP, Practicing Company Secretaries as Scrutinizer, to scrutinize the process of Remote e-voting and E-voting during the AGM in a fair and transparent manner.
5. The Scrutinizer after the completion of scrutiny will submit his report to the Chairman or a person authorized by him in writing, who shall counter sign the same and announce the results of voting, within two working days of conclusion of the meeting.
6. The results declared along with the Scrutinizer's Report will be placed on the Company's website www.nippo.in, website of CDSL and the same shall also be communicated to BSE Ltd., (www.bseindia.com) and National Stock Exchange of India Limited (www.nseindia.com)
7. The Dividend upon its declaration at the meeting will be paid to those members, whose names stand in the Register of Members as on 27th September, 2022. The said dividend will be paid on 6th October, 2022. In respect of shares held in electronic form, the dividend will be payable on the basis of beneficial ownership as per details furnished by NSDL and CDSL for this purpose.
8. Members holding shares in electronic mode may please note that the dividend payable to them would be paid through Electronic Clearing Services (ECS) at the available RBI locations. The dividend would be credited to their bank account as per the mandate given by the members to their Depository Participants (DPs). In absence of availability of ECS facility, the dividend will be paid through warrants and the bank details as furnished by the respective Depositories to the Company will be printed on their dividend warrants as per the applicable regulations.
9. In respect of shares held in physical form, members desirous of receiving dividends by way of direct credit to their bank accounts through ECS may authorize the Company with their ECS mandate. The Shareholders desirous of obtaining the ECS mandate may download the form from the website of the company at www.nippo.in or may write to the company secretary at the Registered Office of the Company.
10. Members holding shares in physical form are requested to notify change of address immediately to the Share Transfer Agent of the Company, M/s. Cameo Corporate Services Limited, Subramanian Building, No.1 Club House Road, Chennai-600 002 for the purpose of mailing Dividend Warrants etc. As per SEBI circular, members holding shares in physical form and in case of transfer of shares means, the Transfer Deed should contain PAN of both Transferor and Transferee.
11. The shares of the company have been activated for dematerialisation with National Securities Depository Ltd (NSDL) and Central Depository Services (India) Ltd. (CDSL) vide ISIN INE567A01028. Members wishing to dematerialise their shares may approach any Depository Participant (DP).
12. Kindly mention your Folio Number/PAN NO/ Client ID/DPID Number (in case of shares held in electronic form) in all your correspondence to Share Transfer Agents and in the case of electronic form to the Depository Participant in order to reply to your queries promptly.
13. Pursuant to Section 124 of the Companies Act, 2013, an amount of Rs.5,00,900/- remaining unclaimed out of the dividend for the year 2013-14 was transferred to the Investor Education and Protection Fund constituted by the Central Government on 08.11.2021.

Pursuant to MCA notification dated 10th May 2012, IEPF (uploading of information regarding unpaid and unclaimed amount lying with companies) Rules 2012, the Company has uploaded the information in respect of the unclaimed dividend from the financial year 2014-15 onwards as on the date of Annual General Meeting held on 29th September 2021 on the website of the IEPF and on the website of the Company.

As per IEPF Authority (Accounting, Audit, Transfer and Refund) Rules 2016, as amended from time to time, the Company is required to transfer all shares in respect of which dividend has not been paid or claimed by the shareholder for 7 years, to the Demat Account of the IEPF Authority. The Company has transferred such shares in respect of which dividend for the Financial Year 2014-2015, has not been claimed, to the Demat Account of the IEPF Authority. The members, whose shares and unclaimed dividend etc., have been to transfer to the fund may claim or apply for refund to the IEPF Authority in form IEPF-5. In terms of SEBI Listing Regulations, till such time claim is made, voting rights on such shares remain frozen. Since only one consolidated claim from IEPF authority is allowed in a year members are requested to file proper form with evidence to make a claim.

14. Members who hold shares in demat form are requested to notify any change in their particulars like change in address, bank particulars etc. to their respective Depository Participants.
15. The Register of Directors and Key Managerial Personnel and their shareholding, maintained under Section 170 of the Act, and the Register of Contracts or Arrangements in which the Directors are interested, maintained under Section 189 of the Act, will be available electronically for inspection by the Members during the AGM. All documents referred to in the Notice will also be available for inspection without any fee by the Members from the date of circulation of this Notice up to the date of AGM, i.e. September 27, 2022. Members

seeking to inspect such documents can send an email to jsrinivasan@nippon.in.

16. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available for 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, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
17. The Ministry of Corporate Affairs vide its circular dated 21st April 2011 allowed the companies to send notices, annual reports and other documents by means of e-mail to the members of the Company. Hence members, who have not registered their e-mail addresses, are requested to register their e-mail addresses with the Company/ Registrar.
18. Pursuant to provisions of Section 72 of the Companies Act, 2013, Members can avail of the facility of nomination in respect of shares held by them in physical form. Members desiring to avail this facility may send their nomination in the prescribed Form SH-13 duly filled in to the Company's Registrar and Share Transfer Agent: Cameo Corporate Services Limited, 'Subramanian Building', No.1, Club House Road, Chennai - 600 002. Members holding shares in electronic form may contact their respective Depository Participant for availing this facility.
19. Institutional / Corporate Shareholders (i.e., other than individuals, HUF, NRI, etc.) are required to send a scanned copy (PDF/JPG Format) of its Board or governing body Resolution/Authority letter etc., authorising its representative(s) to attend the AGM through VC / OAVM on its behalf and to vote through

remote e-voting and e-voting at AGM. The said Resolution/Authority letter shall be sent to the Scrutiniser by email through its registered email address to kjr@mdassociates.co.in with a copy marked to evoting@cdsl.co.in

20. In compliance with the aforesaid MCA Circulars and SEBI Circular dated May 12, 2020, Notice of the AGM along with the Annual Report for the year 2021-22 is being sent only through electronic mode to those Members whose email addresses are registered with the Company/ Depositories. Members may note that the Notice and Annual Report for the year 2021-22 will also be available on the Company's website <http://www.nippo.in/html/annual-reports.html>, websites of the Stock Exchanges i.e., BSE Limited and National Stock Exchange of India Limited at www.bseindia.com and www.nseindia.com respectively, and on the website of CDSL www.evoting.cdsl.com.
21. Members attending the AGM through VC/ OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Act.
22. Members may note that the Income Tax Act, 1961, ("the IT Act") as amended by the Finance Act, 2020, mandates that dividends paid or distributed by a company after April 01, 2020 shall be taxable in the hands of members. The Company shall therefore be required to deduct tax at source (TDS) at the time of making the payment of final dividend. In order to enable us to determine the appropriate TDS rate as applicable, members are requested to submit the following documents in accordance with the provisions of the IT Act.

For resident shareholders, taxes shall be deducted at source under Section 194 of the IT Act as follows:

Members having valid PAN	10% or as notified by the Government of India
Members not having PAN/ Valid PAN	20% as per Section 206AA

However, no tax shall be deducted on the dividend payable to a resident individual; if

the total dividend to be received by them during Financial Year 2022-23 does not exceed Rs.5000/- and also in cases where members provide Form 15G/ Form 15H (applicable to individuals aged 60 years or more) subject to conditions specified in the IT Act. Resident shareholders may also submit a lower/ Nil deduction certificate obtained from the respective jurisdictional tax officer u/s 197 of the IT Act, to claim a lower/ Nil TDS. PAN is mandatory for members providing Form 15G/ 15H or any other document as mentioned above.

For non-resident shareholders, taxes are required to be withheld in accordance with the provision of Section 195 and other applicable sections of the IT Act, at the rates in force. The withholding tax shall be at the rate of 20% (plus applicable surcharge and cess) or as notified by the Government of India on the amount of dividend payable. However, as per Section 90 of the IT Act, non-resident shareholders have the option to be governed by the provisions of the Double Tax Avoidance.

Agreement (DTAA) between India and the country of tax residence of the member, if treaty provisions are more beneficial to them.

For this purpose, i.e. to avail the benefits under the DTAA, non-resident shareholders will have to provide the following:

Copy of the PAN card allotted by the Indian Income Tax Authorities

Copy of Tax Residency Certificate (TRC) for the FY 2021-22 obtained from the tax authorities of the country of tax residence, duly attested by member.

Self-declaration in Form 10F.

Self-declaration by the shareholder of having no permanent establishment in India in accordance with the applicable tax treaty.

Self-declaration of beneficial ownership by the non-resident shareholder.

Lower tax deduction certificate obtained from the respective jurisdictional tax officer u/s. 197 wrt. Section 195 of the IT Act.

In case of Foreign Institutional Investors/ Foreign Portfolio Investors, tax will be deducted under section 196D of the IT Act @ 20% (plus applicable surcharge and cess).

To cater to the needs, Cameo has developed a web module (Url for the said module <https://investors.cameoindia.com/>) wherein the shareholders can log in and register his email id and mobile number against the folio number in which they hold the shares. This module also enables the shareholders to submit the Form 15G/15H by means of upload of scanned copy of the same. Registrar would be receiving these inputs /images backend and validate the same to or reject the same on account of any technical reasons.

It may be further noted that in case the tax on said dividend is deducted at a higher rate, in the absence of receipt of the aforementioned details/documents from you, there would still be an option available with you to file the return of income and claim an appropriate refund, if eligible.

23. Since the AGM will be held through VC/OAVM, the Route Map is not annexed in the notice.
24. In case of joint holders attending the Meeting, only such joint holders who are higher in the order of names will be entitled to vote.

EXPLANATORY STATEMENT ANNEXED TO THE NOTICE OF THE FORTY NINTH ANNUAL GENERAL MEETING OF THE COMPANY AS REQUIRED UNDER SECTION 102 OF THE COMPANIES ACT, 2013.

ITEM NO.7

The members of the Company have approved M/s. G. Balu Associates LLP, Chartered Accountants, as the Statutory Auditors of the Company at the 44th Annual General Meeting ('AGM') held on 25th September 2017, for a period of five consecutive years, up to the conclusion of the 49th Annual General Meeting of the Company. M/s. G. Balu Associates LLP will complete their present term on conclusion of this Annual General Meeting in terms of the said approval and as per Section 139 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014.

M/s. G. Balu Associates LLP have given their consent for their re appointment as Statutory Auditors of the Company and have issued certificate confirming that their appointment, if made, will be within the limits prescribed under the provisions of Section 139 of the Companies Act, 2013 ('the Act') and the rules made thereunder.

The Board of Directors of the Company at its meeting held on 27th May 2022 , on the basis of the recommendations of the Audit Committee after considering various parameters like relevant audit experience, clientele served, technical knowledge etc., recommended for the approval of the Members, the re appointment of M/s. G. Balu Associates LLP, Chartered Accountants, (Firm Registration No. 000376S/S200073), Chennai as the Statutory Auditor of the Company for a period of 5 (five) consecutive financial years from the conclusion of the 49th AGM till the conclusion of the 54th AGM on remuneration, terms and conditions as may be approved by the Board.

The present remuneration of M/s. G. Balu Associates LLP for conducting the statutory audit for the financial year 2021-2022 is Rs.3.50 Lakhs (excluding out of pocket expenses and statutory levies). The fees proposed to be paid will be decided by the Board of Directors during the five year tenure.

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

None of the Directors and key managerial personnel of the Company or their relatives are concerned or interested, financially or otherwise, in the above resolution.

Accordingly, the Board recommends this Ordinary Resolution for the approval of the shareholders.

ITEM NO.8

As per the provisions of Sections 196,197 and 198 read with Schedule V and all other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, as per

Regulation 17(6)(e) of the SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015, being a member of the promoter group, as recommended by the Nomination and Remuneration Committee vide its meeting held on 12th August, 2022, the Board of Directors of the Company (the 'Board'), at its meeting held on 12th August 2022 has, subject to the approval of members, re-appointed Mr. P. Dwaraknath Reddy as Managing Director, for a period of one year with effect from 01st October 2022 and on the basis of recommendation of Nomination and Remuneration Committee and approval of the board, the remuneration and other perquisites as stated below, paid / payable to him for the period from 01st April 2021 to 30th September, 2023.

As per Regulation 17 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the fees or compensation payable to executive directors who are promoters or members of the promoter group shall be subject to the approval of the shareholders by special resolution in general meeting and the approval of the shareholders under this provision shall be valid only till the expiry of the term of such director. The amended provision as follows:

1. The annual remuneration payable to such executive director exceeds rupees 5 crore or 2.5 per cent of the net profits of the listed entity, whichever is higher; or
2. Where there is more than one such Director, the aggregate annual remuneration to such Directors exceeds 5 per cent of the net profits of the listed entity.

Section 196(3) of the Companies Act, 2013, inter alia, provides that no company shall continue the employment of a person who has attained the age of 70 years, as Managing Director unless it is approved by the members by passing a special resolution. Part 1 of Schedule V to the Act contains a similar relaxation.

Keeping in view that Mr. P.Dwaraknath Reddy has rich and varied experience in the Industry and has been involved in the operations of the Company over a long period of time; it would be in the interest of the Company to continue the employment of Mr. P.Dwaraknath Reddy as Managing Director of the Company.

It is proposed to seek the members' approval for the re-appointment of and remuneration payable to Mr. P. Dwaraknath Reddy as Managing Director in terms of the applicable provisions of the Act.

Broad particulars of the terms of appointment and remuneration payable to Mr. P. Dwaraknath Reddy are as under:

(a) Salary, Perquisites and Allowances per annum:

Salary : Rs.84 lacs (Rs.7 lacs per month)

Commission : 1% of the net profits of the Company

Perquisites:

Medical Reimbursement: Reimbursement of expenses actually incurred for self and family, subject to a ceiling of one month's salary in a year or three month's salary over a period of three years.

Leave Travel Concession: For self and family once in a year as per the rules of the Company.

Club Fees: Fees of clubs subject to a maximum of two clubs, admission and life membership not being allowed.

Personal accident insurance: Annual premium payable as per the policy of the Company.

Company's contribution towards Provident Fund: Not exceeding 12% of the salary as laid down under the Income Tax Rules, 1962.

Company's contribution to Superannuation / Annuity Fund: Not exceeding 15% of the salary as laid down under the Income Tax Rules, 1962.

Gratuity: One full month's salary for each completed year of service.

Encashment of leave at the end of tenure as per the rules of the Company.

Car: For use of Company's business. Use of car for private purposes shall be billed by the Company to Mr. P. Dwaraknath Reddy.

Telephone: Telephone facility at residence. Personal long distance calls shall be billed by the Company to Mr. P. Dwaraknath Reddy.

(b) General:

- (i) The Managing Director will perform his respective duties as such with regard to all work of the Company and he will manage and attend to such business and

carry out the orders and directions given by the Board from time to time in all respects and confirm to and comply with all such directions and regulations as may from time to time be given and made by the Board.

- (ii) The Managing Director shall act in accordance with the Articles of Association of the Company and shall abide by the provisions contained in Section 166 of the Act with regard to duties of directors.
- (iii) The Managing Director shall adhere to the Company's Code of Business Conduct & Ethics for Directors and Management Personnel.
- (iv) The Managing Director of the company, in addition to oversee the day to day affairs of the Company, shall perform his respective duties with regard to the decisions concerning purchase, sales, pricing, marketing, publicity, selling and distribution of the Company's products all over India. He shall be the final deciding authority with respect to the aforesaid matters. He is entrusted with substantial powers of management of the affairs of the Company.

Mr.P.Dwaraknath Reddy satisfy all the conditions set out in Part-I (Re-appointment) Part-II (Payment of Remuneration) of Schedule V to the Act and also conditions set out under sections 196 and 197 of the Act for being eligible for his re-appointment. He is not disqualified from being appointed as Directors in terms of Section 164 of the Companies Act 2013.

The above may be treated as a written memorandum setting out the terms of re-appointment of Mr. P.Dwaraknath Reddy and under Section 190 of the Companies Act 2013.

Mr. P.Dwaraknath Reddy is interested in the resolution set out respectively at Item No.8 of the Notice, which pertain to his re-appointment and remuneration payable to him.

The relatives of Mr.P.Dwaraknath Reddy may be deemed to be interested in the resolution set out respectively at Item No.8 of the Notice, to the extent of their shareholding interest, if any, in the Company.

Save and except the above, none of the other Directors/ Key Managerial Personnel of the Company/ their relatives are, in any way, concerned or interested, financially or otherwise, in this resolution.

The Board recommends the Special Resolution for re-appointment/ payment of remuneration to Mr. P.Dwaraknath Reddy, Managing Director of the Company for the approval of members.

Pursuant to Regulation 36 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standard 2, issued by the Institute of Company Secretaries of India, brief profile of Mr.P.Dwaraknath Reddy is annexed to this Notice.

This explanatory statement may also be regarded as a disclosure under the SEBI (Listing Obligations and Disclosure Requirements) Regulations.

ITEM NO.9

As per section 188 of the Companies Act, 2013 read with Rule 15 of the Companies (meeting of Board and its power) rules 2014, any amendment thereof, except with prior approval of the Company by an Ordinary Resolution, a Company shall not pay any remuneration to a director who holds office or place of profit exceeding Rs.2.5 lakhs per month or in a year exceeding Rs.30 lakhs Per annum.

As per Regulation 23 of the (Listing Obligation and Disclosure Requirements) Regulation 2015 and FAQ on SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015 released by SEBI dated January 08,2016 all material related party transactions shall require prior approval of members by way of ordinary resolution.

Mr. M. Sankara Reddy, M.Com., A.C.M.A has 48 years of experience in Corporate Finance /Accounts/ Factory and Industrial Relation/Costing/ sales and marketing /H.R/ Project implementation and General Administration. He worked as Chief Financial Officer of our company until 30th June

2018 and presently working as Advisor of our Company. Further, it is felt that the Company would continue to use his rich experience and expertise, hence the Board at its meeting held on 11th February 2022 and 12th August 2022, on the basis of the recommendation of the Nomination and Remuneration committee and approval of the Audit committee, in order to comply with SEBI (LODR) Regulations 2015 and Section 188 of the Companies Act 2013 has approved the appointment of Mr. M. Sankara Reddy as Advisor of the company and recommend the following Salary payable to Mr. M.Sankara Reddy, Director of the Company, in the capacity as Advisor for a period of 1 years from 01st April 2022 and recommends the approval of shareholders by way of Ordinary Resolution.

A brief particular of the terms of salary and other perquisites payable to Mr. M. Sankara Reddy are as under:

1. Basic Salary / P.F / Others - Rs.48 lacs per year and other perks such as medical insurance etc., with such increments as may be decided by the Board from time to time in the range of Rs.48 lacs to Rs.65 lacs.
2. He shall be responsible for all advisory services as entrusted to him from to time by the company managerial personnals.

Accordingly, the Board of Directors recommends passing of an Ordinary resolution as set out at Item No.9 of this Notice, for the approval of the Members.

Except Mr. M. Sankara Reddy, none of the Directors or Key Managerial Personnel of the Company or their relatives are in any way, concerned or interested, financially or otherwise, in the said resolution.

The Company shall pay Rs.2.50 Lakhs per month (Limit within the Board power) as Remuneration to Mr. M. Sankara Reddy, Director cum Advisor of the Company, up to September 2022 and once shareholders' approval is obtained the arrears in excess of Rs. 2.50 Lakhs per month shall be paid to him for the period from April 2022 up to Sep 2022 and from 01st October 2022 onwards the Company shall pay full remuneration every month as approved by the NRC and Board.

ITEM NO.10

Mr. R. P. Khaitan, Joint Managing Director of the Company, having experience of more than 51 years in battery industry, the Board recommends for appointment as Joint managing director of the company for a period of one year.

As per the provisions of Sections 196, 197 and 198 read with Schedule V and all other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, as per Regulation 17(6)(e) of the SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015, being a member of the promoter group, as recommended by the Nomination and Remuneration Committee vide its meeting held on 12th August 2022 the Board of Directors of the Company (the 'Board'), at its meeting held on 12th August 2022 has, subject to the approval of members, re-appointed Mr. R.P.Khaitan, as Joint Managing Director, for a period of one year with effect from 01st October 2022 and on the basis of recommendation of Nomination and Remuneration Committee and approval of the board, the remuneration and other perquisites as stated below, paid / payable to him for the period from 01st April 2021 to 30th September, 2023.

As per Regulation 17 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the fees or compensation payable to executive directors who are promoters or members of the promoter group shall be subject to the approval of the shareholders by special resolution in general meeting and the approval of the shareholders under this provision shall be valid only till the expiry of the term of such director. The amended provision as follows:

1. The annual remuneration payable to such executive director exceeds rupees 5 crore or 2.5 per cent of the net profits of the listed entity, whichever is higher; or
2. Where there is more than one such Director, the aggregate annual remuneration to such Directors exceeds 5 per cent of the net profits of the listed entity.

Section 196(3) of the Companies Act, 2013, inter alia, provides that no company shall continue the

employment of a person who has attained the age of 70 years, as Joint Managing Director unless it is approved by the members by passing a special resolution. Part 1 of Schedule V to the Act contains a similar relaxation.

Keeping in view that Mr. R.P. Khaitan had varied experience in the Industry it would be in the interest of the Company to continue the employment of Mr. R. P.Khaitan as Joint Managing Director of the Company.

It is proposed to seek the members' approval for the re-appointment of and remuneration payable to Mr. R.P.Khaitan as Joint Managing Director in terms of the applicable provisions of the Companies Act, 2013.

Broad particulars of the terms of re-appointment of and remuneration payable to Mr. R.P.Khaitan is as under:

- (a) Salary, Perquisites and Allowances per annum:
- | | |
|------------|--|
| Salary | : Rs.84 lacs (Rs.7 lacs per month) |
| Commission | : 1% of the net profits of the Company |

Perquisites:

Medical Reimbursement: Reimbursement of expenses actually incurred for self and family, subject to a ceiling of one month's salary in a year or three month's salary over a period of three years.

Leave Travel Concession: For self and family once in a year as per the rules of the Company.

Club Fees: Fees of clubs subject to a maximum of two clubs, admission and life membership not being allowed.

Personal accident insurance: Annual premium payable as per the policy of the Company.

Company's contribution towards Provident Fund: Not exceeding 12% of the salary as laid down under the Income Tax Rules, 1962.

Company's contribution to Superannuation / Annuity Fund: Not exceeding 15% of the salary as laid down under the Income Tax Rules, 1962.

Gratuity: One full month's salary for each completed year of service.

Encashment of leave at the end of tenure as per the rules of the Company.

Car: For use of Company's business. Use of car for private purposes shall be billed by the Company to Mr. R.P.Khaitan.

Telephone: Telephone facility at residence. Personal long distance calls shall be billed by the Company to Mr.R.P.Khaitan.

(b) General:

- (i) The Joint Managing Director shall abide by the provisions contained in Section 166 of the Act with regard to duties of directors.
- (ii) The Joint Managing Director shall adhere to the Company's Code of Business Conduct & Ethics for Directors and Management Personnel.
- (iii) Managing Director (MD) & Joint Managing Director (JMD) will jointly decide the role of Joint Managing Director of the Company. In case of any diverse views, the view of the MD shall prevail. From time to time, JMD will appraise MD about the progress of the work and will act & operate in accordance with the guidance and on information received from MD.

Mr.R.P.Khaitan satisfy all the conditions set out in Part-I (Re-appointment) Part-II (Payment of Remuneration) of Schedule V to the Act and also conditions set out under sections 196 and 197 of the Act for being eligible for his re-appointment. He is not disqualified from being appointed as Directors in terms of Section 164 of the Act.

The above may be treated as a written memorandum setting out the terms of re-appointment of Mr.R.P.Khaitan as Joint Managing Director of the company under Section 190 of the Act.

Mr.R.P.Khaitan is interested in the resolution set out respectively at Item No.10 of the Notice, which pertain to his re-appointment and remuneration payable to him.

The relatives of Mr.R.P.Khaitan may be deemed to be interested in the resolution set out respectively at Item No.10 of the Notice, to the extent of their shareholding interest, if any, in the Company.

Save and except the above, none of the other Directors/ Key Managerial Personnel of the Company/ their relatives are, in any way, concerned or interested, financially or otherwise, in this resolution.

The Board recommends the Special Resolution for appointment/ payment of remuneration to Mr. R.P. Khaitan, Joint Managing Director of the Company, for the approval of members.

Pursuant to Regulation 36 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standard 2, issued by the Institute of Company Secretaries of India, brief profile of Mr. R.P. Khaitan is annexed to this Notice.

This explanatory statement may also be regarded as a disclosure under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

ITEM NO.11

As per section 188 of the Companies Act, 2013 read with Rule 15 of the Companies (meeting of Board and its power) rules 2014, any amendment thereof, except with prior approval of the Company by Ordinary Resolution, a Company shall not enter in to transactions for sale or supply of goods, with a related party, in a year exceeding 10% of the Annual turnover as per last audited balance sheet of the Company.

As per Regulation 23 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation 2015 and FAQ on SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015 released by SEBI dated January 08, 2016 all material related party transactions shall require approval of members by way of ordinary resolution and it also explains that a transaction considered to be material if the transaction / transactions to be entered in to individually or taken together with previous transactions during a financial year exceeds Rupees One Thousand Crores or ten percent of the annual consolidated turnover of the company as per the last audited financial statement of the company whichever is lower.

The Board at its meeting held on 12th August 2022, in order to comply with SEBI (LODR) Regulations 2015 and also section 188 of the Companies Act 2013, has approved the sale of company products, through M/s. Radiohms Agencies, exceeding 10% of the annual consolidated turnover of the company as per the respective financial year for a period of one year from 01st October 2022 to 30th September 2023 for Rs.50 Crores per year including interest on over dues and other services respectively subject to approval of the Members of the Company and subject to the conditions as prescribed by the Board. Accordingly SEBI (LODR) Regulations 2015, and section 188 of the Companies Act, 2013 requires ordinary resolution and therefore your board recommends the resolution for your approval.

The detail of Relationship is as under:

1. Name of the Related party : M/s. Radiohms Agencies (Firm)
2. Name of the Director or Key Managerial Personnel who is related if any : Mr.R.P.Khaitan
3. Nature, Material Terms Monetary value and Particulars : for sale of company products and interest on overdues and other services from 1st October 2022 to 30th September 2023 for Rs.50 crs. per year.
4. Nature of Relationship : Relatives of Mr. R.P. Khaitan Joint Managing Director of the Company are partners in M/s. Radiohms Agencies (Firm)
5. Justification for entering into related party transactions : It is in the ordinary course of business and at armslength basis and in the best interest of the company.

Except Mr. R.P.Khaitan Joint Managing Director, none of the Directors or Key Managerial Personnel of the Company or their relatives are in any way,

concerned or interested, financially or otherwise, in the said resolution.

The Board recommends the Ordinary Resolution for the approval of members.

ITEM NO:12

As per section 188 of the Companies Act, 2013 read with Rule 15 of the Companies (meeting of Board and its power) rules 2014, any amendment thereof, except with prior approval of the Company by Ordinary Resolution, a Company shall not enter in to transactions for sale or supply of goods, with a related party, in a year exceeding 10% of the Annual turnover as per last audited balance sheet of the Company.

As per Regulation 23 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation 2015 and FAQ on SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015 released by SEBI dated January 08, 2016 all material related party transactions shall require approval of members by way of ordinary resolution and it also explains that a transaction considered to be material if the transaction / transactions to be entered in to individually or taken together with previous transactions during a financial year exceeds Rupees One Thousand Crores or ten percent of the annual consolidated turnover of the company as per the last audited financial statement of the company whichever is lower.

The Board at its meeting held on 12th August 2022 in order to comply with SEBI (LODR) Regulations 2015 and also section 188 of the Companies Act 2013, has approved the sale of company products, through M/s. RAL Consumer Products Ltd, exceeding 10% of the annual consolidated turnover of the company as per the respective financial year for a period of one year from 01st October 2022 to 30th September 2023 for Rs.50 Crores per year including interest on over dues and other services respectively subject to approval of the Members of the Company and subject to the conditions as prescribed by the Board.

Accordingly SEBI (LODR) Regulations 2015, and section 188 of the Companies Act, 2013 requires ordinary resolution and therefore your board recommends the resolution for your approval.

The detail of Relationship is as under:

1. Name of the Related party : M/s. RAL Consumer Products Ltd
2. Name of the Director or Key Managerial Personnel who is related if any : Mr. R.P. Khaitan
3. Nature, Material Terms Monetary value and Particulars : for sale of company products and interest on overdues and other services from 1st October 2022 to 30th September 2023 for Rs.50 crs. per year.
4. Nature of Relationship : Mr. R.P. Khaitan Joint Managing Director of the Company is also a Director in RAL Consumer Products Ltd.
5. Justification for entering into related party transactions : It is in the ordinary course of business and at armslength basis and in the best interest of the company.

Except Mr. R.P.Khaitan Joint Managing Director of the company and his relative none of other Directors or the Key Managerial Personnel are interested or concerned in the Resolution.

The Board recommends the Ordinary Resolution for the approval of members.

ITEM NO:13

As per section 188 of the Companies Act, 2013 read with Rule 15 of the Companies (meeting of Board and its power) rules 2014, any amendment thereof, except with prior approval of the Company by Ordinary Resolution, a Company shall not enter in to transactions for sale or supply of goods, with a related party, in a year exceeding 10% of the Annual turnover as per last audited balance sheet of the Company.

As per Regulation 23 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation 2015 and FAQ on SEBI (Listing Obligations and Disclosure

Requirements) Regulation 2015 released by SEBI dated January 08, 2016 all material related party transactions shall require approval of members by way of ordinary resolution and it also explains that a transaction considered to be material if the transaction / transactions to be entered in to individually or taken together with previous transactions during a financial year exceeds Rupees One Thousand Crores or ten percent of the annual consolidated turnover of the company as per the last audited financial statement of the company whichever is lower.

The Board at its meeting held on 12th August 2022, in order to comply with SEBI (LODR) Regulations 2015 and also section 188 of the Companies Act 2013, has approved the sale of company products and other services, through M/s. Associated Electrical Agencies, exceeding 10% of the annual consolidated turnover of the company as per the respective financial year for a period of Three Years from 01st October 2022 to 30th September 2025 for Rs.125 Crores per year including interest on over dues and other services respectively subject to approval of the Members of the Company and subject to the conditions as prescribed by the Board.

Accordingly SEBI (LODR) Regulations 2015, and section 188 of the Companies Act, 2013 requires ordinary resolution and therefore your board recommends the resolution for your approval.

The detail of Relationship is as under:

1. Name of the Related party : M/s. Associated Electrical Agencies (Firm)
2. Name of the Director or Key Managerial Personnel who is related if any : Mr.P.Dwaraknath Reddy
Mr. P.Aditya Reddy
3. Nature, Material Terms Monetary value and Particulars : for sale of company products and interest on overdues and other services from 1st October 2022 to 30th September 2025 for Rs.125 crs. per year.

4. Nature of Relationship : Mr.P.Aditya Reddy, Joint Managing Director of the Company is also a partner of M/s. Associated Electrical Agencies (Firm) and his relatives are also a partner of the firm.

5. Justification for entering into related party transactions : It is in the ordinary course of business and at armslength basis and in the best interest of the company.

Except Mr.P.Aditya Reddy Joint Managing Director of the Company and Mr.P.Dwaraknath Reddy, Managing Director of the Company none of the Directors or Key Managerial Personnel of the Company or their relatives are in any way, concerned or interested, financially or otherwise, in the said resolution.

The Board recommends the Ordinary Resolution for the approval of members.

ITEM NO.14

As per section 188 of the Companies Act, 2013 read with Rule 15 of the Companies (meeting of Board and its power) rules 2014, any amendment thereof, except with prior approval of the Company by Ordinary Resolution, a Company shall not enter in to transactions for sale or supply of goods, with a related party, in a year exceeding 10% of the Annual turnover as per last audited balance sheet of the Company.

As per Regulation 23 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation 2015 and FAQ on SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015 released by SEBI dated January 08,2016 all material related party transactions shall require approval of members by way of ordinary resolution and it also explains that a transaction considered to be material if the transaction / transactions to be entered in to individually or taken together with previous transactions during a financial year exceeds Rupees One Thousand Crores or ten percent of the annual consolidated turnover of the company as per the last audited financial statement of the company whichever is lower.

The Board at its meeting held on 12th August 2022, in order to comply with SEBI (LODR) Regulations 2015 and also section 188 of the Companies Act 2013, has approved the sale of company products and other services, through M/s. Apex Agencies, exceeding 10% of the annual consolidated turnover of the company as per the respective financial year for a period of Three Years from 01st October 2022 to 30th September 2025 for Rs.125 Crores per year including interest on over dues and other services respectively subject to approval of the Members of the Company and subject to the conditions as prescribed by the Board.

Accordingly SEBI (LODR) Regulations 2015, and section 188 of the Companies Act, 2013 requires ordinary resolution and therefore your board recommends the resolution for your approval.

The detail of Relationship is as under:

1. Name of the Related party : M/s. Apex Agencies (Firm)
2. Name of the Director or Key Managerial Personnel who is related if any : Mr.P.Dwaraknath Reddy
Mr. P.Aditya Reddy
3. Nature, Material Terms Monetary value and Particulars : for sale of company products and interest on overdues and other services from 1st October 2022 to 30th September 2025 for Rs.125 crs. per year.
4. Nature of Relationship : Mr.P.Aditya Reddy, Joint Managing Director of the Company is also a partner of M/s. Apex Agencies (Firm) and his relatives are also a partner of the firm.
5. Justification for entering into related party transactions : It is in the ordinary course of business and at armslength basis and in the best interest of the company.

Except Mr. P.Aditya Reddy Joint Managing Director of the Company and Mr. P.Dwaraknath Reddy, Managing Director of the Company none of the Directors or Key Managerial Personnel of the Company or their relatives are in any way, concerned or interested, financially or otherwise, in the said resolution.

The Board recommends the Ordinary Resolution for the approval of members.

ITEM NO.15

In pursuance of Section 148 of the Companies Act, 2013 and Rule 14 of the Companies (Audit and Auditors) Rules, 2014, the Board shall appoint an individual/ firm of cost accountant(s) in practice as Cost Auditor of the Company on the recommendations of the Audit Committee, which shall also recommend remuneration for such cost auditor. The remuneration recommended by Audit Committee shall be considered and approved by the Board of Directors and ratified by the members.

On recommendation of the Audit Committee the Board has considered and approved appointment of Mr. P. Raju Iyer, Cost accountant (Registration No.102146), for the conduct of the Cost Audit of the Company at a remuneration of Rs.75,000/- and reimbursement of actual travel and out-of-pocket expenses for the Financial Year ending on March 31, 2023.

The resolution of Item No.15 of the Notice is set out as an Ordinary Resolution for approval and ratification by the members in terms of Section 148 of the Companies Act, 2013.

None of the Directors and/or Key Managerial Personnel of the Company and their relatives is concerned or interested in the resolution set out at Item No.15.

For and on behalf of the Board of Directors
For Indo National Ltd

P. Aditya Reddy
Joint Managing Director
(DIN:00482051)

Place: Chennai
Date :12th August, 2022

INFORMATION IN TERMS OF SCHEDULE V TO THE COMPANIES ACT, 2013:

I. General Information:

- (1) Nature of Industry : Manufacturing and sale of primary dry cell batteries, sale of Torches and lighting products, mosquito bats, electrical products, Dorco brand razors and blades and other FMCG products.
- (2) Date or expected date of commencement of commercial production: Indo National Ltd's Battery Plant was commissioned in the year 1973.
- (3) In case of new companies, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus : Not Applicable.
- (4) Financial Performance based on given indicators :

For the year ended 31st March 2022	: Rs.in Lakhs
Profit Before Tax	: 1060.25
Net Worth (excluding revaluation reserve)	: 22219.57
Book value per share of Rs.5/- each	: Rs.296.26
- (5) Foreign Investment : FII's – 0.0013%

Foreign Collaboration	: None
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II. (1) (i) Information about the Director:-

- | | |
|---------------------------------|---|
| Name of the Director | : Mr. P. Dwaraknath Reddy |
| Age | : 69 Yrs |
| Qualification | : B.Com |
| Expertise and experience | : Mr.P.Dwaraknath Reddy has 49 years of experience in Corporate Management in diverse fields such as purchase, sales, pricing, marketing, publicity, selling and distribution of the Company's products all over India. |
| Job profile and his suitability | : The Managing Director of the company, in addition to oversee the day to day affairs of the Company, shall perform his respective duties with regard to the decisions concerning in all the abovesaid areas and he shall be the final deciding authority with respect to the aforesaid matters. He is entrusted with substantial powers of management of the affairs of the Company. |
| Past remuneration | : Mr.P.Dwaraknath Reddy received remuneration, as a Managing Director, as approved by the Members. His remuneration during the year ended March 31, 2022 which comprised of salary, monetary value of perquisites, allowances and contribution to retrial funds was Rs.119.90 Lakhs. |
| Remuneration proposed | : There is no change in the terms of appointment and remuneration of the above mentioned Managerial Personnel as was approved by the Members at the 48 th AGM. The approval is sought as required under the Companies (Amendment) Act, 2017 applicable w.e.f. 12th September 2018. |

(ii) Information about the Director:-

Name of the Director	: Mr. P.Aditya Reddy
Age	: 38 Yrs
Qualification	: B.S (Bachelor of Science) in International Relations from Lewis Clark College, Portland, USA
Expertise and experience	: Mr.P.Aditya Reddy has 14 years of experience in FMCG, Health Care and Aerospace and Defence areas.
Job profile and his suitability	: The Joint Managing Director of the company, in addition to oversee the day to day affairs of the Company, he drives the Diversification and Strategic initiatives of our Company.
Past remuneration	: Mr.P.Aditya Reddy received remuneration, as a Joint Managing Director, as approved by the Members. His remuneration during the year ended March 31, 2022 which comprised of salary, monetary value of perquisites, allowances and contribution to retiral funds was Rs.123.48 Lakhs.
Remuneration proposed	: There is no change in the terms of appointment and remuneration of the above mentioned Managerial Personnel as was approved by the Members at the 48 th AGM. The approval is sought as required under the Companies (Amendment) Act, 2017 applicable w.e.f. 12th September 2018.

(iii) Information about the Director:-

Name of the Director	: Mr.R.P. Khaitan
Age	: 74 Yrs
Qualification	: B.Com (Hons)
Expertise and experience	: Mr.R.P. Khaitan has 52 years of experience in Corporate Management.
Job profile and his suitability	: Managing Director (MD) & Joint Managing Director (JMD) will jointly decide the role of Joint Managing Director of the Company. In case of any diverse views, the view of the MD shall prevail. From time to time, JMD will appraise MD about the progress of the work and will act & operate in accordance with the guidance and on information received from MD.
Past remuneration	: Mr.R.P. Khaitan received remuneration, as a Joint Managing Director, as approved by the Members. His remuneration during the year ended March 31, 2022 which comprised of salary, monetary value of perquisites, allowances and contribution to retiral funds was Rs.130.16 Lakhs.
Remuneration proposed	: There is no change in the terms of appointment and remuneration of the above mentioned Managerial Personnel as was approved by the Members at the 48 th AGM. The approval is sought as required under the Companies (Amendment) Act, 2017 applicable w.e.f. 12th September 2018.

- (2) Comparative Remuneration Profile with respect to industry, size of the Company, profile of the position and person:

The executive remuneration in the Industry has increased manifold. The Nomination and Remuneration Committee of Directors of the Company constituted by the Board in terms of the Act and the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, perused remuneration of managerial persons prevalent in the industry and other companies comparable with the size of the Company, industry benchmarks in general, profile and responsibilities of aforesaid Managerial Personnel and other relevant factors while determining their remuneration at the time of their re-appointments in 2021-22.

- (3) Pecuniary and other relationships:

Except for receiving remuneration as a Managing Director, Mr. P.Dwaraknath Reddy has no pecuniary relationship with the Company. The relatives of Mr. P. Dwaraknath Reddy may be deemed to be interested to the extent of their shareholding interest, if any, in the Company.

Save and except the above, none of the other Directors/ Key Managerial Personnel of the Company/ their relatives are, in any way, concerned or interested, financially or otherwise.

Except for receiving remuneration as a Joint Managing Director, Mr. P. Aditya Reddy has no pecuniary relationship with the Company. The relatives of Mr. P. Aditya Reddy may be deemed to be interested to the extent of their shareholding interest, if any, in the Company. Save and except the above, none of the other Directors/ Key Managerial Personnel of the Company/their relatives are, in any way, concerned or interested, financially or otherwise.

Except for receiving remuneration as a Joint Managing Director, Mr. R.P. Khaitan has no pecuniary relationship with the Company. The relatives of Mr. R.P. Khaitan may be deemed to be interested to the extent of their shareholding interest, if any, in the Company. Save and except the above, none of the other Directors/ Key Managerial Personnel of the Company/ their relatives are, in any way, concerned or interested, financially or otherwise.

III. Other Information

(1) Reasons for inadequate profits:

The Company had made a profit before tax of Rs.1060.25 Lakhs for the financial year 2021-22 as against Rs.4565.13 lakhs for the financial year 2020-21. The reason for drop in profit due to softening of demand / non usage of batteries for covid gadgets, Steep rise in Raw Material cost, conversion of battery operated torches to Rechargeable batteries and change in sales volume mix etc.,

In view of the above said factors, profit before tax of the Company for the year 2021-22 reduced to Rs.1060.25 Lakhs.

(2) Steps taken for Improvement:

Adequate steps have been taken to recover the profit in coming years.

(3) Expected increase in profit in measurable terms:

During 2022-23, Q1 results showed considerable recovery in demand and business results and remaining quarters also expected to show further progressive recovery of demand and underlying business results.

IV. Disclosures:

- (1) Disclosures on remuneration package and other terms of Directors under 'Corporate Governance' Report: The Corporate Governance Report forms a part of the Annual Report for the year and the remuneration package and other terms applicable to the Directors have been disclosed therein.

The Company has not made any default in repayment of dues to any bank or any other unsecured creditors.

For and on behalf of the Board of Directors
For Indo National Ltd

P. Dwaraknath Reddy
Managing Director
(DIN:00277929)

Place: Chennai
Date :12th August, 2022

ADDITIONAL INFORMATION ABOUT THE DIRECTORS PROPOSED TO BE APPOINTED/RE-APPOINTED

FOR THE ITEM NOS.8 to 10 AS PER REGULATION 36(3) OF SEBI LODR 2015 AND AS PER CLAUSES OF SS 2

S.No.	Name of the Appointee	Mr. P. Dwaraknath Reddy	Mr. P. Aditya Reddy	Mr. R.P. Khaitan	Mr. M. Sankara Reddy
1.	Age	69 Yrs	38 Yrs	74 Yrs	68 Yrs
2.	Qualification	B.Com	B.S (Bachelor of Science) in International Relations from Lewis Clark College Portland, USA	B.Com. (Hons)	M.Com., A.C.M.A
3.	Experience	49 Yrs	14 Yrs	52 Yrs	48 Yrs
4.	Expertise in specific functional area	Pl. refer explanatory statement - Item No.8	Aerospace and Defence	Pl. refer explanatory Statement Item No.10	Experience in Corporate Finance/Accounts/Factory and Industrial Relation Costing / Sales and Marketing / H.R., Project implementation and General Administration
5.	Shareholding in the company	3307390	12	138098	3000
6.	Date of First Appointment on the Board	01.10.2009	01.06.2016	01.10.2009	01.04.2020
7.	Relationship with other Directors and KMP	Father of Mr. P. Aditya Reddy, Joint Managing Director of the Company	Son of Mr. P. Dwaraknath Reddy Managing Director of the Company	NA	NA
8.	Other Directorship	1) PDR Investments Private Ltd	1) Helios Strategic Systems Ltd.	1) Radiohms Properties Private Ltd.	1) Helios Strategic Systems Ltd.
		2) Sindya Securities and Investments Private Ltd.	2) Kineco Limited	2) RAL Consumer Products Ltd.	
		3) Iris KPO Resourcing (India) Pvt Ltd.	3) P.D.R. Investments Pvt. Ltd.	3) Glide International Private Limited	
		4) Obul Reddy Investments P Ltd.	4) Sindya Securities and Investment Private Ltd.	4) Manya Education Private Limited	
		5) Helios Holdings Pvt. Ltd.	5) Helios Holdings Pvt. Ltd.	5) Mamilly Technology Pvt. Ltd.	
		6) Helios Strategic Systems Ltd.	6) Kalpatharu Enterprises Pvt Ltd.		
		7) Garuda Energy Pvt. Ltd.	7) Kineco Kaman Composites India P. Ltd.		
			8) Obul Reddy Investments (P) Ltd.		
			9) Viswambhara Nutriville Pvt. Ltd.		
			10) Sindhya Properties Pvt. Ltd.		
			11) Apollo Telemedicine Networking Foundation		
			12) Apollo Health Co. Ltd.		
			13) Kineco Excel Composites India Private Ltd.		

ADDITIONAL INFORMATION ABOUT THE DIRECTORS PROPOSED TO BE APPOINTED/RE-APPOINTED

FOR THE ITEM NOS.8 to 10 AS PER REGULATION 36(3) OF SEBI LODR 2015 AND AS PER CLAUSES OF SS 2 (Contd.)

S.No.	Name of the Appointee	Mr. P. Dwaraknath Reddy	Mr. P. Aditya Reddy	Mr. R.P. Khaitan	Mr. M. Sankara Reddy
9.	Chairman/Member of the Committees of the Board of Directors of the Company	Stake holder relationship and Share transfer committee - Member	CSR Committee - Member	Stake holder relationship and Share transfer committee - Member	Member:- 1. Audit Committee 2. Nomination and Remuneration committee 3. Risk Management Committee
10.	Membership/ Chairmanship of Committees of other Boards	NIL	NIL	NIL	NIL
11.	No. of Board Meetings conducted during the last financial year (2021-2022)	8	8	8	8
12.	No. of Board Meetings attended during the last financial year (2021-2022)	6	7	8	8
13.	Terms and Conditions of appointment or re-appointment	Executive Director liable to retire by rotation	Executive Director liable to retire by rotation	Executive Director liable to retire by rotation	Director liable to retire by rotation
14.	Remuneration last drawn	Rs. 119.91 Lakhs	Rs. 123.48 Lakhs	Rs. 130.17 Lakhs	Rs.50 lakhs (received in the capacity as an Advisor of the Company)
15.	Remuneration proposed	As per Item No.8 of the Notice which forms part of Annual Report		As per Item No.10 of the Notice which forms part of Annual Report	As per the existing approved terms and conditions

For and on behalf of the Board of Directors
For Indo National Ltd

Place : Chennai
Date : 12th August, 2022

P. Aditya Reddy
Joint Managing Director
(DIN:00482051)

BOARD'S REPORT

for the year ended March 31, 2022

Your Directors have pleasure in presenting the Forty Ninth Annual Report of your Company together with the Audited Balance Sheet as at March 31, 2022, the Statement of Profit & Loss for the year ended that date and the Auditors' Report thereon

FINANCIAL RESULTS:

The profit after tax for the year under review is at Rs.778.25 Lakhs as against Rs.3395.13 Lakhs in the previous year. The financial results for the year 2021-22 as compared with the previous year are summarized as under.

	2021-22 (Rs. in Lakhs)	2020-21 (Rs. in Lakhs)
Profit before Tax and Depreciation	1,632.87	5,099.78
Less : Depreciation for the year	572.62	534.65
Profit before Tax	1,060.25	4,565.13
Provision for Tax including Deferred Tax	282.00	1,170.00
Profit after Tax	778.25	3,395.13
Other Comprehensive Income (OCI)	(34.00)	(95.00)
Total Comprehensive income for the period	744.25	3,300.13
Add : Surplus in P&L Account brought forward	903.89	292.26
Total	1,648.14	3,591.39
Less : APPROPRIATION		
General Reserve	-	2,500.00
Payment of Dividend	937.50	187.50
Surplus in P&L A/c carried forward	710.64	903.89
Total	1,648.14	3,591.39

REVIEW OF PERFORMANCE

DRY CELL BATTERIES:

While the company is able to have improved volumes of battery sales from the pre-COVID level, during 2021-22, it has to forego certain volumes of batteries due to the softening of usage of COVID protocol related gadgets and also conversion of battery operated torches to rechargeable torches. The severe increase in the input cost, have dented the margins of the battery category. However, with the increased coverage of newer channels, cross promotional activities, as part of selling non-battery categories and certain new distribution initiatives

that the company has taken up, we are confident of sustaining the volume growth.

NON- BATTERY CATEGORY:

The flash light market is moving from battery operated torches to rechargeable torches in a significant way. Unfortunately, due to cheap imports, rechargeable torches are dominated by unorganised players. With the deepening of the distribution to electrical outlets, company has achieved an overall growth of torches 60% in general and a very good growth in RC torches which is the future growing segment. Knowing the future potential of RC torches, company has lined up few more SKUs in this segment to take care of different price points of the consumers.

Your company is able to achieve 40% growth in LED, and 20% growth in Mosquito Bat and 4% growth in Torch.

With the launch of new SKUs in LED, Electrical Accessories and Mosquito Bat and by adding newer channels for distributing the product portfolio of the company, your company is confident of continuing the growth trajectory in non-battery categories.

DISTRIBUTED PRODUCTS :

Your company is able to distribute DORCO branded Razors and Blades in ~2 Lac outlets across India. DORCO has launched certain premium products during the first quarter of 2022-23. With the anticipated additional marketing initiatives from DORCO, your company believes this can become a sizeable category in future.

MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY BETWEEN THE END OF THE FINANCIAL YEAR AND THE DATE OF THE REPORT:

There are no material changes and commitments affecting the financial position of the Company between the end of the financial year and the date of this Report.

DIVIDEND:

Your Directors recommends a dividend of Rs.5/- per share (100%) for the year 2021-22. This Dividend, if approved, will be paid to the Shareholders whose names appear on the Register of Members as on 27th September, 2022. The Company intends to pay

the dividend on 6th October, 2022. The above dividend declared by the Company is in accordance with dividend distribution policy of the Company.

TRANSFER TO RESERVES:

During the year under review, your Company has not transferred any amount to General Reserves.

SHARE CAPITAL:

During the year under review, the Company has neither issued any shares with differential voting rights nor issued sweat equity shares. Further, the Company did not grant any stock options during the year under review. However the Company has split the face value of Equity Shares from Rs.10/- per share to Rs.5/- per share each. Resultantly, the Company has 75,00,000 equity shares of Rs.5/- each as at 31st March, 2022.

FIXED DEPOSITS:

The Company has not accepted any deposits from the public.

CREDIT RATING:

The rating provided by CRISIL Ltd. for the credit facilities of Rs.85 Crores availed by the Company from banks are as follows :

Long Term Rating : CRISIL A / Stable (Reaffirmed)
Short Term Rating : CRISIL A1 (Reaffirmed)

During the Financial Year 2021-22, there are no changes in the rating.

SUBSIDIARIES, CONSOLIDATED FINANCIAL STATEMENTS:

Your Directors have pleasure in attaching the consolidated financial statements pursuant to section 129(3) of the Companies Act 2013 and SEBI (LODR) Regulations 2015. The consolidated financial statements have been prepared by the Company in accordance with the Accounting Standards prescribed by the ICAI in this regard. The Audited Consolidated Financial Statements together with Auditor’s Report form part of the Annual Report. The Auditor’s Report does not contain any qualification, reservation or adverse remarks.

Your Company’s subsidiary, M/s. Kinenco Ltd., registered a consolidated turnover for the year 2021-22 amounts to Rs.201.91 crores as against

Rs.145.05 crores in the previous year 2020-21. Total comprehensive income for the year amounts to Rs.6.21 crores as against Rs.1.92 crores in the previous year. The total comprehensive income attributable to owners of the company for the year amounts to Rs.2.69 crores as against Rs. (0.74) crores in the previous year.

Pursuant to the provisions of Section 129(3) of the Act read with Rule 5 of the Companies (Accounts) Rules, 2014, a statement containing salient features of the financial statements of the Company’s subsidiaries, Associates and Joint Ventures in Form AOC-1 is attached to the financial statements of the company. Pursuant to the provisions of Section 136 of the Act, the financial statements of the company consolidated financial statements along with relevant documents and separate audited financial statements in respect of the subsidiaries are available on the website of the company.

MANAGEMENT’S DISCUSSION AND ANALYSIS REPORT:

Management’s Discussion and Analysis Report for the year under review, as stipulated under SEBI (LODR) Regulations 2015 is presented in a separate section forming part of the Annual Report.

DIRECTORS’ RESPONSIBILITY STATEMENT:

Your Directors state that:

- a) in the preparation of the annual accounts for the year ended March 31, 2022, the applicable accounting standards read with requirements set out under Schedule III to the Act, have been followed and there are no material departures from the same;
- b) they have selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2022 and of the profit of the Company for the year ended on that date;
- c) they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act 2013, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

- d) they have prepared the annual accounts on a 'going concern' basis;
- e) they have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and are operating effectively; and
- f) they have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

CORPORATE GOVERNANCE:

A separate report on Corporate Governance along with Auditors' Certificate on its compliance is attached as Annexure - "B" to this report.

RELATED PARTY TRANSACTIONS:

As per the requirements of the Companies Act, 2013 and SEBI (LODR) Regulations 2015, your Company has formulated a Policy on Related Party Transactions which is also available on Company's website at www.nippo.in

The Policy intends to ensure that proper reporting approval and disclosure processes are in place for all transactions between the Company and Related Parties. This Policy specifically deals with the review and approval of Material Related Party Transactions keeping in mind the potential or actual conflicts of interest that may arise because of entering into these transactions.

All Related Party Transactions are placed before the Audit Committee as well as Board for review and approval. Prior omnibus approval is obtained for Related Party Transactions on a quarterly basis for transactions which are of repetitive nature and/ or entered in the Ordinary Course of Business and are at Arm's Length.

There were no contract / arrangement / transactions entered in to during the year ended March 31, 2022 which were not at arm's length basis.

All the material related party transitions exceeding ten percent of the Annual Standalone / Consolidated turnover as per the last audited financial statement/ other related party transactions were entered during the year by the company are disclosed in accordance with section 134 (3) (h) of

the Companies Act, 2013, in form AOC 2 as per Annexure -"C" of this report.

CORPORATE SOCIAL RESPONSIBILITY (CSR) COMMITTEE:

The CSR committee comprises Mr.N.Ramesh Rajan, Chairman, Mr. M.Sankara Reddy, and Mr. P.Aditya Reddy as other members.

The Board has laid out the Company's policy on corporate social responsibility (CSR), and the CSR activities of the Company are carried out as per the instructions of the committee. The Committee also monitors the implementation of the framework of the CSR Policy and recommending the amount to be spent on CSR activities. During the year, the Company had spent 2% of its average net profits for the three immediately preceding financial years on CSR activities.

The financial data / Annual Report pertaining to the Company's CSR activities for the financial year 2021-22 is presented in the prescribed format in Annexure-"D" to the Board Report.

The CSR Policy is available on our website www.nippo.in

RISK MANAGEMENT:

The Board has constituted a Risk Management Committee which has been entrusted with the responsibility to assist the Board in overseeing that all the risks that the organization faces such as strategic, financial, credit, market, legal, regulatory, reputational and other risks have been identified and assessed and there is an adequate risk management infrastructure in place capable of addressing those risks. The Company regularly updates to committee on the principal risks and uncertainties that can impact its ability to achieve its strategic objectives.

The Company has developed and implemented a risk management policy for the Company including identification therein of elements of risk, if any, which in the opinion of the Board may threaten the existence of the Company.

DIRECTORS / KMP:

In accordance with the Articles of Association of the Company Mr. P.Dwaraknath Reddy will retire

by rotation at this ensuing Annual General Meeting. He being eligible, offer himself for re-appointment.

In accordance with the Articles of Association of the Company Mr. R.P. Khaitan will retire by rotation at this ensuing Annual General Meeting. He being eligible, offer himself for re-appointment.

In accordance with the Articles of Association of the Company Mr. P. Aditya Reddy will retire by rotation at this ensuing Annual General Meeting. He being eligible, offer himself for re-appointment.

In accordance with the Articles of Association of the Company Mr. M.Sankara Reddy will retire by rotation at this ensuing Annual General Meeting. He being eligible, offer himself for re-appointment.

In the opinion of the Board, Mr. N. Ramesh Rajan and Mrs. Lakshmmi Subramanian Independent Directors of the company possess integrity, expertise and experience (including the proficiency).

RELATIONSHIP BETWEEN DIRECTORS INTER-SE:

The details of *inter-se* relationship between Directors are given in the Corporate Governance Report.

Information about all the Directors proposed to be re-appointed is furnished in the Explanatory Statement under Section 102 of the Companies Act, 2013 under the heading “Information about the Directors proposed to be re-appointed” attached to the Notice of the ensuing Annual General Meeting for your consideration

DECLARATION BY INDEPENDENT DIRECTORS:

The Company has received declarations from all the Independent Directors of the Company confirming that they meet with the criteria of independence as prescribed both under sub-section (6) of Section 149 of the Companies Act, 2013 and SEBI (LODR) Regulations 2015.

PERFORMANCE EVALUATION OF THE BOARD, ITS COMMITTEES AND DIRECTORS:

As per Companies Act, 2013 and SEBI (LODR) Regulations 2015 mandates that the Board shall monitor and review the Board evaluation framework and a formal annual evaluation needs to be made by the Board of its own performance and that of its committees and individual directors. Schedule IV of the Companies Act, 2013 states that the performance evaluation of independent directors

shall be done by the entire Board of Directors, excluding the director being evaluated. The Board subsequently evaluated its own performance, the working of its Committees and Independent Directors without participation of the relevant Director(s).

TRAINING OF INDEPENDENT DIRECTORS:

To familiarize the strategy, operations and functions of our Company, the executive directors make presentations/ orientation programme to non – executive independent directors about the company’s strategy, operations, product and service offerings, markets, organization structure, finance, human resources, production facilities and quality and risk management. The appointment letters of Independent Directors has been placed on the Company’s website at www.nippo.in

MEETING OF INDEPENDENT DIRECTORS:

The Independent Directors of the Company had met during the year on 11th February, 2022 to review the performance of non- Independent Directors and the Board as a whole, review the performance of the Chairperson of the Company and had accessed the quality, quantity and timeliness of flow of information between the company management and the Board.

MEETINGS OF THE BOARD:

Eight meetings of the Board of directors were held during the year. The details of which are given in the Corporate Governance Report. The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013.

COMMITTEES OF THE BOARD:

The Board of Directors has the following Committees:

1. Audit Committee
2. Nomination and Remuneration Committee
3. Stakeholders’ Relationship Committee
4. Corporate Social Responsibility Committee.
5. Risk Management committee

The details of the Committees along with their composition, number of meetings and attendance at the meetings are provided in the Corporate Governance Report.

BUSINESS RESPONSIBILITY REPORT

Business Responsibility Report as per Regulation 34 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, detailing the various initiatives taken by the Company on the environment, social and governance aspects of business, forms part of this Annual Report is appended on Annexure-G to this report.

PERSONNEL:

Your Directors wish to place on record their appreciation for the dedication and hard work put in by the employees at all levels for the overall growth of your Company. Relations with the employees at Factory, Head office / Depots and other Branches were cordial during the year.

In terms of the provisions of Section 197(12) of the Companies Act, 2013 read with Rules 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 the information required in respect of employees of the Company is appended in Annexure-G to this report. As per section 136(1) of the Companies Act, 2013 the report and accounts are being sent to the members and others entitled thereto. Any member interested in inspecting or obtaining copy of the statement of particulars of employees being forms part of the Report may contact the Company Secretary at Registered Office during working hours and any member interested in obtaining such information may write to the company secretary and the same will be furnished on request.

REMUNERATION POLICY OF THE COMPANY:

The Company's policy on directors' appointment and remuneration and other matters provided in Section 178(3) of the Act has been disclosed in the Corporate Governance report, which forms part of the Board's Report. The objective of the Remuneration Policy is to attract, motivate and retain qualified and expert individuals that the Company needs in order to achieve its strategic and operational objectives.

PARTICULARS OF LOAN, GUARANTEES OR INVESTMENTS UNDER SECTION 186 OF THE COMPANIES ACT 2013:

The particulars of loans, guarantees and investments under section 186 of the Act read with the Companies (Meetings of Board and its powers) Rules, 2014 for the financial year 2021-22 are given in the notes to the financial statements.

STATUTORY AUDITORS:

M/s G. Balu Associates (Firm Registration No. 000376S) have been re-appointed as the Statutory Auditors of the Company for a period of 5 years, to hold office from the conclusion of this Annual General Meeting till the conclusion of the Fifty Fourth Annual General Meeting of the Company. Further the auditors have confirmed their eligibility under Section 144 of the Companies Act, 2013 and the rules made there under. The Auditor's Report along with Notes to Accounts is self-explanatory and therefore does not call for any further explanations / comments. The Auditor's Report does not contain any qualifications, reservation and or adverse remarks. Pursuant to provisions of section 143 (12) of the Companies Act, 2013, the Statutory Auditors have not reported any incident of fraud to the Audit Committee during the year under review.

COST AUDITOR:

In terms of Section 148 of the Companies Act, 2013 read with Companies (Cost records and audits) Rules, 2014 the Company has appointed Mr. P. Raju Iyer, Practising Cost Accountant, as the Cost Auditor of the Company for conducting the audit of cost records of the Company for the financial year ending 31st March 2023 subject to ratification of remuneration payable to him by the members of the Company at the ensuing Annual General Meeting of the Company. The Company hereby confirms that maintenance of Cost Accounts and Records as specified by the Central Government under section 148(1) of the Companies Act, 2013.

SECRETARIAL AUDITOR:

As required under Section 204 of the Companies Act, 2013 and Rules thereunder the Board has appointed M.Damodaran & Associates, Practising

Company Secretaries as Secretarial Auditor of the company to conduct Secretarial Audit for the financial year 2021-22. The Secretarial Audit Report for the financial year ended March 31, 2022 is annexed herewith marked as Annexure – “F” to this Report. The Secretarial Audit Report of M/s. Kineco Ltd (Material unlisted subsidiary) for the financial year ended 31st March 2022, is annexed herewith marked as – Annexure – F1 to this Report. The Secretarial Audit Report’s does not contain any qualification, reservation or adverse remark.

WHISTLE BLOWER POLICY/VIGIL MECHANISIM:

The Company has adopted a whistle blower policy / Vigil mechanism that cover directors and employees of the Company to bring to the attention of the management any issues which is to be in violation or in conflict with the fundamental business principles of the Company. The Company is committed to adhere to the highest standards of ethical, moral and legal conduct of business operations and in order to maintain these standards, the Company encourages its employees who have genuine concerns about suspected misconduct to come forward and express those concerns without fear of punishment or unfair treatment.

No one may take any adverse action against any employee for complaining about, reporting, or participating or assisting in the investigation of, a reasonably suspected violation of any law, this Policy, or the Company’s Code of Conduct and Ethics.

All the employees have been given access to the Audit Committee. The Company Secretary is the designated officer for effective implementation of the policy and dealing with the complaints registered under the policy.

The Whistle Blower Policy is available on the website of the Company www.nippo.in

INTERNAL CONTROL SYSTEM AND INTERNAL FINANCIAL CONTROL AND THEIR ADEQUACY:

The Company has a proper and adequate internal control system to ensure that all the assets of the

Company are safeguarded and protected against any loss and that all the transactions are properly authorised and recorded.

The Company has an established Internal Financial Control to cover internal controls over financial reporting and operating controls etc., The framework is reviewed regularly by the management and tested by internal audit team and presented to the Audit Committee. Based on the periodical testing, the framework is strengthened, from time to time, to ensure adequacy and effectiveness of Internal Financial Controls of the Company.

ENERGY CONSERVATION, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE, ETC:

Your Company has always been in the forefront of energy conservation. Several measures to conserve energy and to reduce the costs associated with it have been taken. The details regarding conservation of energy, foreign exchange, technology absorption including R & D efforts as required under Section 134 (3) (m) of the Act read with Rule 8(3) of the Companies (Accounts) Rules, 2014 are given in Annexure “A” to this Report. The Company has an in-house Research Development Department, where the main areas of focus are, Energy Conservation, Process upgradation and Environment Preservation. The Ministry of Science and Technology, Department of Scientific and Industrial Research, Government of India has recognized in-house R&D facilities of the Company.

EXTRACT OF ANNUAL RETURN:

The Annual Return as required under Section 92 and Section 134 of the Companies Act, 2013 read with Rule 12 of the Companies (Management and Administration) Rules, 2014 is available on the Company’s website: www.nippo.in weblink : http://www.nippo.in/html/pdf/ANN.RETURN_2022.pdf

STATEMENT PURSUANT TO SEBI (LODR) REGULATIONS 2015:

The Company’s Securities are listed with Bombay Stock Exchange (BSE) and National Stock Exchange (NSE). The Company has paid the Annual Listing fees to all the Stock Exchanges.

DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS:

There are no other significant and material orders passed by the regulators or courts or tribunals impacting the going concern status of the Company during the year except cartelisation of Zinc carbon dry cell battery case pending before Hon. National Company Law Appellate Tribunal, New Delhi. (NCLAT).

DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMAN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

The company has in place an anti-sexual Harassment Policy as required under prevention of Sexual Harassment of Woman at workplace (Prohibition, Prevention and Redressal) Act 2013 and constituted an Internal Complaints Committee (ICC). Your Directors further states that during the year under review, there were no cases filed pursuant to the Sexual Harassment of Woman at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

TRANSFER TO INVESTOR EDUCATION AND PROTECTION FUND (IEPF):

As per Section 124(6) of the Act read with the IEPF Rules as amended, all the shares in respect of which dividend has remained unpaid / unclaimed for seven consecutive years or more have been transferred to IEPF Account.

GENERAL:

During the year under review

1. The Company had not issued equity shares with differential voting rights as to dividend, voting right or otherwise.
2. The Company is in compliance with the applicable Secretarial Standards issued by the Institute of Company Secretaries of India.
3. Neither the Managing Director nor the Joint Managing Director of the company receives any remuneration or commission from any of its subsidiaries
4. Application made or any proceeding pending under the insolvency and bankruptcy code, 2016 during the year - Nil.

5. Major things happened during the year which made the impact on the overall workings of the company & the major actions taken by the company in that respect, such as covid-19 pandemic - Nil.
6. The details of difference between amount of the valuation done at the time of one time settlement and the valuation done while taking loan from the banks or financial institutions along with the reasons thereof - Nil.

ACKNOWLEDGEMENT:

Your Directors thank the Central and State Governments and the Banks for their continued help and support.

Your Directors also thank the Authorised Wholesale Dealers, Distributors and Retailers for their excellent support under difficult conditions and the Consumers for their continued patronage of your Company's products. Your Directors are especially thankful to the esteemed Shareholders for their continued encouragement and support.

For and on behalf of the Board of Directors
For Indo National Ltd

P. Dwaraknath Reddy
Managing Director
(DIN:00277929)

P. Aditya Reddy
Joint Managing Director
(DIN:00482051)

Place : Chennai

Date : 12th August, 2022

Annexure "A" to Board's Report

Information required under Section 134(m) of the Companies Act, 2013, read with the Companies (Accounts) Rules, 2014 and forming part of the Directors' Report for the year ended March 31, 2022.

A. Conservation of Energy

Efforts are being made to control Energy cost wherever possible even though energy cost forms only negligible proportion of total cost of manufacture of batteries. Energy conservation activities initiated earlier years

based on Energy Audit has been continued during 2021-22.

B. Technology Absorption Research and Development (R & D)

- (1) Specific areas in which R & D activities are carried out by the Company:
 - a) New Products Development
 - b) Finding alternate source of materials
 - c) Import Substitution
 - d) Development of improved designs
 - e) Development of new products to suit consumer requirements
- (2) Benefits derived as a result of the above R & D activities:
 - a) Efficiency in usage of raw materials
 - b) Cost Reduction
 - c) Improvement in product quality
 - d) Automatic and accurate testing of batteries
 - e) Foreign exchange savings due to indigenisation efforts
- (3) Future plan of action:

To continue indigenisation efforts and to further strengthen R & D activities for the purpose of cost reduction and quality improvements and for developing new products depending on market requirements.
- (4) Expenditure on R & D (Rs. in Lakhs)
 - a) Recurring 52.36
 - b) Total R & D expenditure as a percentage of total turnover 0.14%

- 2. Benefits derived as a result of the efforts, e.g: product improvement, cost reduction, product quality maintenance and import substitution etc.,
 - (a) Improvement of designs.
 - (b) Import Substitution.
 - (c) Cost Reduction.
 - (d) Product Quality Maintenance & Improvement.
 - (e) New products development.
- 3. Imported Technology: Not Applicable (Imported during the last 5 years reckoned from the beginning of the financial year)
 - (a) Technology imported.
 - (b) Year of Import,
 - (c) Has Technology been fully absorbed

C. Foreign Exchange Earnings and Outgo:

- (1) Activities relating to Exports; we have taken initiatives to increase exports and developing of new export markets for products and services. At present no Exports are being made. However, continuous efforts are being made to procure Export orders.
- (2) Total Foreign Exchange used and earned:

Total expenditure on Foreign Currency used on imports of raw materials, components, capital goods, spare parts, travel and others amounts to Rs.5796.89 Lakhs as against Rs.4443.26 Lakhs for the previous year. Total Foreign Exchange earned during the year amounts to Rs. 24.47 Lakhs as against Rs. 124.18 Lakhs for the previous year.

For and on behalf of the Board of Directors
For Indo National Ltd

Technology absorption, adaptation, and innovation

- 1. Efforts in brief, made towards technology absorption, adaptation and innovation:

Installation of sophisticated instrument for R & D, testing and process control measures. Technology has been fully absorbed and adapted for all types of Dry cell batteries.

P Dwaraknath Reddy
Managing Director
(DIN:00277929)

PAditya Reddy
Joint Managing Director
(DIN:00482051)

Place : Chennai
Date : 12th August, 2022

ANNEXURE 'B' TO BORAD'S REPORT - CORPORATE GOVERNANCE

As per SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, the company provides its corporate governance system and its process:

Your company is in full compliance of the Corporate Governance principles enunciated under SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, in terms of structure, composition of Board and its committees and other disclosure requirements.

The Company is regular in complying with the mandatory requirements of the Corporate Governance Code.

1) COMPANY'S PHILOSOPHY

Indo National Ltd. has always believed that Good corporate Governance is more a way of business life than a mere legal compulsion. Corporate Governance enhances the trust and confidence of all the stakeholders. Good practice in corporate behavior helps to enhance and maintain public trust in companies and stock market. It is the application of best management practices, compliances of law in true letter and spirit and adherence to ethical standards for effective management discharge of social responsibilities for sustainable development of all stakeholders. In this pursuit, your Company's philosophy on Corporate Governance is lead by strong emphasis on transparency, fairness, independence, accountability and integrity. The Board of Directors of the Company is at the center of the Governance system of the Company.

2) BOARD OF DIRECTORS

The composition of Board of Directors of the Company is in conformity with Regulation 17 of the SEBI Listing Regulations and section 149 of the Companies Act 2013. The Board of Directors comprises of Three Executive Directors, one Non-Executive Director and Two Independent / Non - Executive Directors. The Chairman of the Board is an Independent, Non-Executive Director. To be in line with the company's philosophy on Corporate Governance, all statutory subjects are placed before the Board to discharge its responsibilities as trustees of the shareholders.

The composition and category of Directors is as follows:-

Name	Category	Number of Directorships held in other Indian companies		Number of Board Committee memberships other companies		Directorship in other listed entitles	No. of Shares held in the company
		Public	Private	Member	Chairman		
Mr. P. Dwaraknath Reddy	Promoter Executive Director	1	6	-	-	-	3307390
Mr. R.P. Khaitan	Promoter Executive Director	1	4	-	-	-	138098
Mr. P. Aditya Reddy	Promoter Executive Director	2	11	-	-	-	12
Mr. N. Ramesh Rajan	Independent Director	4	-	6	1	3	-
Mrs. Lakshmmi Subramanian	Independent Director	3	-	7	0	1	-
Mr. M. Sankara Reddy	Non-Executive Director	1	-	-	-	-	3000

A. DETAILS OF OTHER DIRECTORSHIPS AND COMMITTEE MEMBERSHIPS OF ALL THE DIRECTORS AS ON 31ST MARCH, 2022

S.No.	Name of the Director	Mr. N. Ramesh Rajan	Mr. P. Dwaraknath Reddy	Mr. P. Aditya Reddy	Mr. R.P. Khaitan	Mr. M. Sankara Reddy	Mrs. Lakshmmi Subramanian
1.	Other Directorship	1) TTK Healthcare Limited 2) Cholamandalam Investment and Finance Company Ltd. 3) Kineco Limited 4) Rane (Madras) Limited	1) PDR Investments Private Ltd. 2) Sindya Securities and Investment Private Ltd. 3) Iris KPO Resourcing (India) Pvt. Ltd. 4) Obul Reddy Investments P. Ltd. 5) Helios Holdings Pvt. Ltd. 6) Helios Strategic Systems Ltd. 7) Garuda Energy Pvt. Ltd.	1) Helios Strategic Systems Ltd. 2) Kineco Limited 3) PDR Investments Pvt. Ltd. 4) Sindya Securities and Investment Private Ltd. 5) Helios Holdings Pvt. Ltd. 6) Kalpatharu Enterprises Pvt. Ltd. 7) Kineco Kaman Composites India P. Ltd. 8) Apollo Telemedicine Networking Foundation 9) Obul Reddy Investments (P) Ltd. 10) Hrisheeka Solar Power Pvt. Ltd. 11) Viswambhara Nutriville Pvt. Ltd. 12) Apollo Health Co. Ltd. 13) Kineco Excel Composites India Private Limited	1) Radiohms Properties Private Ltd. 2) RAL Consumer Products Ltd. 3) Glide International Private Limited 4) Manya Education Private Limited 5) Mamily Technology Private Limited	1) Helios Strategic Systems Ltd.	1) Dynavision Limited 2) Sri Sarvaraya Sugars Ltd 3) Dr. Agarwal's Eye Hospitals Limited
2.	Membership / Chairman of Committees of other Board	<u>Cholamandalam Investment Finance Company Ltd.</u> 1. Audit Committee - Chairman 2. Nomination and Remuneration Committee - Member 3. Risk Management Committee - Member					<u>Dynavision Ltd.</u> 1. Audit Committee - Member 2. Nomination and Remuneration Committee - Member

A. DETAILS OF OTHER DIRECTORSHIPS AND COMMITTEE MEMBERSHIPS OF ALL THE DIRECTORS AS ON 31ST MARCH, 2022 (Contd.)

S.No.	Name of the Director	Mr. N. Ramesh Rajan	Mr. P. Dwaraknath Reddy	Mr. P. Aditya Reddy	Mr. R.P. Khaitan	Mr. M. Sankara Reddy	Mrs. Lakshmmi Subramanian
		TTK Healthcare Ltd 1. Nomination and Remuneration Committee - Member 2. Risk Management Committee- Member Rane (Madras) Limited 1. Audit Committee - Member 2. Stakeholder Relationship and Share Transfer Committee - Member Kineco Ltd 1. Audit Committee - Member					Sri Sarvaraya Sugars Ltd. 1. Audit Committee - Member 2. Nomination and Remuneration Committee - Member 3. Corporate Social Responsibility (CSR) Committee - Member 4. Stakeholder Relationship and Share Transfer Committee - Member
							Dr. Agarwal's Eye Hospital Limited 1. Nomination and Remuneration Committee - Member

None of the Directors on the Board is a member of more than ten committees or chairman of more than five committees across all the Companies in which he/she is a director.

None of the Independent Directors on the Board are serving as Independent Director in more than seven listed entities.

Mr. P. Dwaraknath Reddy is related to Mr. P. Aditya Reddy (son). Apart from this, no other Director on our Board is related to each other.

None of the independent directors are promoters or related to promoters. They do not have pecuniary relationship with the company and further do not hold two percent or more of the total voting power of the company.

The Board identified following expertise/ skills/ competencies fundamental for the effective function of the company :-

Expertise in FMCG sector/ Governance/ Managerial skill/ strategy/ diversification etc.,

B. CHART/ MATRIX SETTING OUT THE SKILLS/ EXPERTISE/ COMPETENCE OF THE BOARD OF DIRECTORS IS AS FOLLOWS:

Name of the Director	Industry Knowledge Experience			Technical Skills			Governance Competencies			Behaviour Competencies	
	Overall Business Management	Knowledge of FMCG Sector	Global Business	Sales and Marketing Experience	Monitoring risk Management Systems	Strategy Development and implementation	Financial Literacy	Compliance Focus	Directors Performance Management	Integrity and high Ethical Standards	Leadership
N. Ramesh Rajan	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
P. Dwaraknath Reddy	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
R.P. Khaitan	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
P. Aditya Reddy	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
M. Sankara Reddy	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
Lakshmmi Subramanian	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓

C. BOARD MEETINGS, ATTENDANCE OF EACH DIRECTOR AT THE BOARD MEETING AND THE LAST AGM:

During the year under review Eight Board Meetings were held and the gap between two Board meetings did not exceed four months. Among other things, key matters like periodic financial results, Company’s Annual Standalone / Consolidated Financial Results, Financial Statements, Auditor’s report and Board’s Report, diversification of business of the company, providing corporate guarantee/ approval of investment in Wholly owned subsidiary company / Terms of reference of Board Committees, capital / operating budgets and risk management are brought to the Board. In case of business exigencies or urgency of matters, resolutions are passed by circulation.

D. DATE OF BOARD MEETINGS:

29th June 2021, 13th August 2021, 3rd September 2021, 9th September 2021, 11th October 2021, 14th October 2021, 12th November 2021, 11th February 2022.

E. THE ATTENDANCE OF THE DIRECTORS AT THE BOARD MEETING / AGM HELD DURING THE YEAR ARE GIVEN BELOW :

Name of the Director	No. of Board Meetings Held during the tenure of the Director	No. of Board Meetings Attended	Last AGM attendance (Yes/No)
Mr. P. Dwaraknath Reddy	8	6	Yes
Mr. R.P. Khaitan	8	8	Yes
Mr. P. Aditya Reddy	8	7	Yes
Mr. N. Ramesh Rajan	8	8	Yes
Mrs. Lakshmmi Subramanian	8	8	Yes
Mr. M. Sankara Reddy	8	8	Yes

F. The Agenda for the Board Meeting covers items as prescribed under Part A of Schedule-II of Sub-Regulation-7 of Regulation-17 of the Listing Regulations to the extent these are relevant and applicable. All agenda items are supported by relevant information, documents and presentations to enable the Board to take informed decisions.

The information made available to the Board includes the following:

1. Annual Business plans and any updates.
2. Capital budgets and any updates.
3. Quarterly results of the Company.
4. Minutes of meetings of the Subsidiary Companies / Audit committee and other committees of the Board.
5. The information or recruitment and remuneration of senior officers just below the board level, including appointment and removal of the Chief Financial Officer and the Company Secretary.
6. Show cause, demand, prosecution notices and penalty notices, which are materially important.
7. Details of joint venture or collaboration agreements.
8. Any significant development on the Human Resources/ Industrial Relations front like signing of wage agreement etc.
9. Non-compliance of any regulatory, statutory or listing requirements and shareholder services such as non- payment of dividend, delay in share transfers etc.

3) AUDIT COMMITTEE:

As a measure of good Corporate Governance and to provide assistance to the Board of Directors in fulfilling the Board's responsibilities, an Audit Committee has been constituted consisting majority being Independent Directors. The statutory/internal auditors are permanent invitees to the audit committee meetings. The functions of the Audit Committee include:

- Reviewing the adequacy of internal control systems and the internal audit reports, Internal Financial Control and their compliance thereof.

- Overview of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible.
- Recommending the appointment of external auditors and fixation of their audit fee, and also approval for payment for any other services.
- Reviewing with Management the quarterly and annual standalone / consolidated financial statements before submission to the Board.
- Review and Approval of related party transactions, scrutiny of inter corporate loans and investments, to review the functioning of the whistle blower mechanism and statutory compliance etc.,
- Looks in to matters specifically referred by the Board of Directors.

During the year, five meetings were held one of which was before finalisation of accounts.

The said meetings were held on 28th June 2021, 12th August 2021, 9th September 2021, 12th November 2021 and 11th February, 2022.

The constitution of the Committee and the attendance of each member of the Committee as on March 31, 2022 are given below:

Name	Status	Category	No. of meetings held	No. of meetings attended
Mr. N. Ramesh Rajan	Chairman	Independent Director	5	5
Mrs. Lakshmmi Subramanian	Member	Independent Director	5	5
Mr. M. Sankara Reddy	Member	Non-Executive Director	5	4

The Company Secretary acts as the secretary of the Audit Committee. Mr. N. Ramesh Rajan, Chairman of the Audit Committee was present at the 48th Annual General Meeting of the Company held on September 29, 2021.

4) STAKEHOLDER RELATIONSHIP AND SHARE TRANSFER COMMITTEE:

The Committee oversees share transfers and monitor investors' grievances such as complaints on transfer of shares, non-receipt of balance sheet, non-receipt of declared dividends, etc. and redressal thereof within the purview of the guidelines set out in the listing agreement. The Committee also looks into the matters of issue of duplicate share certificates, approval / reject application for re-materialisation, subdivision, consolidation transposition and thereupon issue of share certificates to the shareholders etc., The committee also monitors the implementation and compliance with the Company's Code of conduct for prohibition of Insider Trading.

No complaints of material nature were received during the year under review. As on 31st March 2022, no complaints were outstanding. The committee consists of the following Directors:

1. Mr. N. Ramesh Rajan, Chairman
2. Mrs. Lakshmmi Subramanian, Member
3. Mr. P. Dwaraknath Reddy, Member
4. Mr. R.P. Khaitan, Member

The Company Secretary, J.Srinivasan is the Compliance Officer of the Committee. The company has created separate e-mail id (jsrinivasan@nippon.in) for grievance redressal.

5) NOMINATION AND REMUNERATION COMMITTEE:

The main agenda of the committee is to identify persons who are qualified to become directors in accordance with the criteria laid down and to recommend to the Board their appointment and / or removal. The committee also formulate the criteria for evaluation of independent directors and to determine the Company’s policy on specific remuneration packages for Executive Directors and any compensation payments etc.,

The committee consists of the following Directors :

1. Mrs. Lakshmmi Subramanian, Chairman
2. Mr. N. Ramesh Rajan, Member and
3. Mr. M.Sankara Reddy, Member

The Company Secretary is the Compliance Officer of the Committee.

The meeting and attendance during the year :-

Name	Category	No of meetings held	No of meetings attended
Mr. N. Ramesh Rajan	Independent Director	6	6
Mrs. Lakshmmi Subramanian	Independent Director	6	6
Mr. M. Sankara Reddy	Non-Executive Director	6	6

The details of remuneration paid to the Executive Directors for the financial year 2021-22 are given below:

(Rs. in lakhs)

Name & Designation	Inter-Se Relationship with Directors	Salary	Perquisites and Commission	Total
Mr. P. Dwaraknath Reddy Managing Director	Father of Mr. P. Aditya Reddy	84.00	35.91	119.91
Mr. P. Aditya Reddy Joint Managing Director	Son of Mr. P. Dwaraknath Reddy	84.00	39.48	123.48
Mr. R.P. Khaitan Joint Managing Director	Not related to any Directors	84.00	46.17	130.17

The Board of Directors shall decide the remuneration of Non-Executive/Independent Directors of the Company. The Non-Executive/Independent Directors are paid sitting fees of Rs.50,000/- each per meeting of the Board / Audit Committee attended by them and Rs.20,000/- per meeting for other committee meetings attended by them. Further commission upto one percent of the net profits of the Company in each financial year or minimum of Rs.5,00,000/ -per year for a period of three financial years commencing from the financial year ending March 31, 2020 is being paid to them in such a manner as determined by the Board of Directors of the Company. The Independent Directors were paid Rs.5,00,000 /- each towards commission for the year 2021-22. The sitting fees

of Rs.23.60 lakhs for attending Board Meetings and Audit committee meetings were paid to Non-Executive/Independent Directors during the financial year 2021-22. The Company has not granted any Stock Option to Non-Executive/Independent Directors. There is no differential accounting treatment followed in the Company during the Financial Year 2021-22. There is no pecuniary relationship or transactions of Non-Executive / Independent Directors in the Company. The Independent Directors are not holding any shares in the Company.

As on March 31, 2022 the Board of Directors has 6 Members viz. 3 Non-Executive Directors, including Two Independent Directors, One Managing Director and Two Joint Managing Directors. The Executive Directors are employees of the Company and are subject to service conditions as per the Company's Policy. There is no separate provision for payment of severance fees to any of the Directors.

NOMINATION AND REMUNERATION POLICY:

The company has sound and transparent policy in determining and accounting for the remuneration of Executive/ Non-Executive/ Independent Directors. The payment of Remuneration to Executive directors is subject to the recommendation of the Nomination and Remuneration Committee and approval of the Board.

Your company recognizes the importance of human resource as its valuable assets and aligning the business objectives with specific measurable performance of individual objectives and targets.

This policy on nomination and remuneration of Directors, Key Managerial Personnel (KMPs) and other employees has been formulated in terms of the provisions of the Companies Act, 2013 and SEBI (LODR) Regulations 2015 to pay equitable remuneration to the directors, KMPs and employees of the Company.

The objective and purpose of the Remuneration Policy is to determine qualifications, competencies, positive attributes and independence for the appointment of a director (executive / non-executive) and recommend to the Board policies relating to the remuneration of the directors, KMPs and other employees. It also ensures that recognition of performance encourages achieving better operational results.

The Nomination and Remuneration Committee recommends the remuneration/commission payable to Executive Directors which are approved by the Board of Directors, subject to the approval of shareholders, wherever necessary.

As required under the Listing Regulations, the Company has taken a Directors and Officers Liability Insurance (D&O) on behalf of all Directors including Independent Directors of the Company and any insurance is taken by the Company on behalf of its Directors for indemnifying them against any liability, the premium paid on such insurance shall not be treated as part of the remuneration payable to any such personnel.

The Board will have the discretion to retain the Managing Director, KMP and senior management personnel in the same position / remuneration or otherwise, even after attaining the retirement age, for the benefit of the Company.

The Scope of the Nomination & Remuneration Committee includes the following:

1. Formulation of the criteria for determining the qualification, positive attributes and independence of a director and recommend to the Board a policy, relating to the remuneration for the directors, key managerial personnel and other employees.
2. Identifying persons who are qualified to become directors and who may be appointed in senior management positions in accordance with the criteria laid down, recommend to the Board their appointment and removal and shall carry out evaluation of every director's performance.

3. Formulation of criteria for evaluation of performance of independent directors and the board of directors.
4. Ensuring that the level and composition of remuneration is reasonable and sufficient, relationship of remuneration to performance is clear and meets performance benchmarks, and involves a balance between fixed and incentive pay.
5. Devising a policy on diversity of board of directors.
6. Review the policy from time to time for selection and appointment of Directors, Key Managerial Personnel and senior management employees and their remuneration.
7. Recommend to the Board on all the payments made, in whatsoever form, to the senior management.
8. Filling vacancies in the Board that might occur from time to time and appointment of additional Non- Executive Directors. In making these recommendations, the N&R Committee shall take into account the special professional skills required for efficient discharge of the Board's functions and fulfill the Company's long term strategy.
9. Recommendation to the Board with regard to re-appointment of directors, liable to retire by rotation, appointment of Executive Directors, and re-appointment of Independent Directors on the basis of the report of performance evaluation of Independent Directors.
10. To determine and recommend to the Board from time to time
 - a) the amount of commission and fees payable to the Directors within the applicable provisions of the Companies Act, 2013.
 - b) the amount of remuneration, including performance or achievement bonus and perquisites payable to the Executive Directors.
11. To determine the need for key man insurance policy for any of the Company's personnel.
12. To carry out the evaluation of performance of Individual Directors and the Board.
13. To carry out any function as is mandated by the Board from time to time and/or enforced by any statutory notification, amendment or modifications as may be applicable.

Senior Management Employees :

In determining the remuneration of Senior Management Employees (i.e., KMP's) the N&R Committee shall ensure/consider the following:

- i) The relationship of remuneration and performance benchmark is clear;
- ii) The remuneration is divided into two components viz, fixed component comprising salaries, perquisites and retirement benefits and a variable component comprising of performance linked incentives;
- iii) The remuneration including annual increment and performance linked incentive is decided based on the criticality of the roles and responsibilities, the Company's performance vis-a-vis the annual budget achievement, individual performance vis-à-vis KRAs/KPIs, industry benchmarks and current compensation trends in the market;
- iv) The Joint Managing Director will carry out the individual performance review based on the standard appraisal matrix and shall take into account the appraisal score card and other factors mentioned hereinabove, whilst recommending the annual increments and performance incentives to the N&R Committee for its review and approval.

6) CORPORATE SOCIAL RESPONSIBILITY (CSR) COMMITTEE:

The Board of Directors at its Meeting held on 7th May, 2014 constituted “Corporate Social Responsibility Committee” (CSR) as required under Section 135 of the Companies Act, 2013. The Committee comprises of three Members. The Chairman of the Committee is a Non – Executive and Independent Director.

The present Composition of the Committee is as under :

Name of Director	Designation in the Company	Status in the Committee
Mr. N. Ramesh Rajan	Independent Director	Chairman
Mr. P. Aditya Reddy	Joint Managing Director	Member
Mr. M. Sankara Reddy	Director	Member

The committee’s primary responsibility is to formulate and recommend to the Board, a Corporate Social Responsibility (CSR) Policy indicating activities to be undertaken by the Company.

The committee also monitors the implementation of the CSR policy and recommend the amount of expenditure to be incurred on CSR activities.

Four meetings of the committee were held during the year.

7) RISK MANAGEMENT COMMITTEE:

The Company has constituted the Risk Management Committee comprising of Mr. N.Ramesh Rajan as the Chairman and Mr. M. Sankara Reddy and Mrs. Lakshmmi Subramanian are the members of the committee. Mr.J. Srinivasan Company Secretary is the Chief Risk officer of the Company.

The role of Risk Management Committee is as follows:

Implementation of Risk Management Systems and Framework;

Reviewing the Company’s financial and risk management policies;

Assessing risk and minimizing the procedures;

Framing, implementing and monitoring the risk management plan for the Company.

The committee will apprise to the Board the most significant risk and action taken by the respective heads to mitigate such risks.

The meeting and attendance during the year as follows:-

Name	Category	No. of meetings held	No. of meetings attended
Mr. N. Ramesh Rajan	Independent Director	2	2
Mrs. Lakshmmi Subramanian	Independent Director	2	2
Mr. M. Sankara Reddy	Non-Executive Director	2	2

8) WHOLLY OWNED SUBSIDIARY / SUBSIDIARY COMPANY:

Your Company monitors the performance of Wholly owned Subsidiary / subsidiary companies (list of subsidiary companies has been provided in the financial statements), *inter-alia*, by the following means:

- a) Your company had nominated Mr. N. Ramesh Rajan, Independent cum Non-Executive Chairman of your company, to act as a Director in M/s. Kineco Ltd.
- b) The Audit Committee reviews the financial statements, in particular, the investments made by the unlisted Wholly owned subsidiary /subsidiary companies.

- c) The minutes of the meetings of the board of directors of the unlisted Wholly owned subsidiary / subsidiary companies were placed at the meetings of the Board of Directors of the Company.
- d) The board also reviewed the statement of all significant transaction/arrangement entered by the subsidiary company.
- e) Your Company formulated a Policy on Material Subsidiary as required under the SEBI Listing Regulations 2015 and the policy is hosted on the website of the Company : <http://www.nippo.in/html/pdf/Mat.subsidiaries.pdf>, your company has not sold/ disposed off /leased out any of its assets amounting to more than twenty percent of the assets of the material subsidiary on aggregate basis during the year under review.
- f) Your company has not disposed of any shares in its material subsidiary resulting in reduction of its share holding to less than fifty percent or ceases its control over the subsidiary.

9) DETAILS OF ANNUAL GENERAL MEETINGS: Location and time of the last three AGMs:

AGM	YEAR	VENUE	DATE	TIME
46 th	2018-2019	Sri. P. Obul Reddy Hall Vani Mahal, No.103, G.N. Chetty Road, Chennai - 600 017	23-09-2019	03.00 p.m.
47 th	2019-2020	Through Video Conference / Other Audio Visual means (Deemed Venue : Registered Office)	28-09-2020	03.00 p.m.
48 th	2020-2021	Through Video Conference / Other Audio Visual means (Deemed Venue : Registered Office)	29-09-2021	03.00 p.m.

Twelve Special Resolutions were passed in the last Three Annual General Meetings as under:

Sl. No.	Subject	Annual General Meeting held on	For the Financial year ended
1.	Re-appointment/payment of remuneration to Mr. P. Dwarknath Reddy (DIN:00277929) Managing Director of the Company	23 rd Sept. 2019	31 st March, 2019
2.	Re-appointment/payment of remuneration to Mr. R.P.Khaitan (DIN: 00015801), Joint Managing Director of the Company	23 rd Sept. 2019	31 st March, 2019
3.	Re-appointment of P. Aditya Reddy, (DIN:P00482051) as Joint Managing Director of the Company	23 rd Sept. 2019	31 st March, 2019
4.	Re-appointment/payment of remuneration to Mr. P. Dwarknath Reddy (DIN:00277929) Managing Director of the Company	28 th Sept. 2020	31 st March, 2020
5.	Re-appointment/payment of remuneration to Mr. R.P.Khaitan (DIN: 00015801), Joint Managing Director of the Company	28 th Sept. 2020	31 st March, 2020
6.	Payment of Remuneration P. Aditya Reddy, (DIN:P00482051) Joint Managing Director of the Company	28 th Sept. 2020	31 st March, 2020
7.	Payment of commission to Independent Directors of the Company	28 th Sept. 2020	31 st March, 2020
8.	Re-appointment of Mr. P.Dwarknath Reddy (DIN: 00277929) as Managing Director of the Company.	29 th Sept. 2021	31 st March, 2021

Sl. No.	Subject	Annual General Meeting held on	For the Financial year ended
9.	Re-appointment of Mr R.P.Khaitan (DIN: 00015801), as Joint Managing Director of the Company	29 th Sept. 2021	31 st March, 2021
10.	Payment of Remuneration to Mr. P.Aditya Reddy, (DIN:P00482051) Joint Managing Director of the Company	29 th Sept. 2021	31 st March, 2021
11.	Approve sub-division of Equity Shares of the Company from the face value of Rs.10/- each in to the face value of Rs.5/- per share	29 th Sept. 2021	31 st March, 2021
12.	Approve Alteration of capital clause of the Memorandum of Association of the Company	29 th Sept. 2021	31 st March, 2021

10) POSTAL BALLOT:

No Resolution was passed during the year 2021-22 through Postal Ballot.

11) DISCLOSURES:

- i) **Related Party Transactions:** There have been no materially significant related party transactions, monetary transactions or relationships between the Company and directors, the Management, subsidiaries or relatives, except for those disclosed in the Board's report. The detailed information on materially significant related party transactions is annexed to the Board's report. The transactions are not prejudicial to the interest of the Company.

The Audit Committee grants omnibus approval for the proposed related party transactions which will be valid for a year. The Audit Committee also lays down the criteria for granting omnibus approvals as per SEBI (LODR) Regulations 2015 in line with the policy for transactions which are repetitive in nature. In case Related Party Transactions cannot be foreseen, the Audit Committee grants omnibus approval for such transactions subject to their value not exceeding Rupees One Crore per transaction.

The Audit Committee reviews, every quarter, the details of related party transactions entered into by the Company pursuant to each of the omnibus approval given. Wherever it requires, the Audit Committee will report the related party transaction for the approval of the Board. If the Board feels that shareholders' approval is required, then the same shall be put up for approval by the shareholders of the Company. The policy is hosted on the website of the Company <http://www.nippo.in/html/policies.html>

- ii) **Compliances by the Company:** The Company has complied with the requirements of the Stock Exchanges, SEBI and other Statutory Authorities on all matters related to capital markets during the last three years. No penalties or strictures have been imposed on the Company by the Stock Exchanges or SEBI or any other statutory authority.
- iii) **Whistle Blower Policy:** The Company has established a mechanism for Whistle Blower Policy.
- iv) We affirmed that no personnel have been denied access to the audit committee.
- v) **Compliance with mandatory requirements:** The Company has complied with all Mandatory requirements as mentioned under SEBI (LODR) Regulations 2015 and a report on compliance on the applicable laws of the company, every quarter, is placed before the Board.
- vi) **Adoption of Non-Mandatory requirements:** The Company is in the process of adopting other non-mandatory requirements as mentioned under SEBI (LODR) Regulations 2015. The company has appointed separate persons to the post of Chairman and CEO & MD.

- (vii) The auditors report on statutory financial statements of the Company is unqualified. The internal auditors of the Company make presentation to the Audit committee on their reports.
- (viii) The company has obtained a certificate from the practising company secretary that none of the directors on the board of the company have been debarred or disqualified from being appointed or continuing as directors of companies by the Securities and Exchange board of india / Ministry of corporate affairs or any other statutory authority.
- (ix) Institutional investors: There was/ were no presentation/(s) made to institutional investors or to the analysts during the year under review.
- x) Where the Board had not accepted any recommendation of any Committee of the Board which is mandatorily required, in the last financial year, the same to be disclosed along with reasons thereof: N.A.
- xi) The Company has issued a formal letter of appointment to all the Independent Directors. The terms and conditions of their appointment have been disclosed on the website of the Company. During the year, a meeting of the Independent Directors was held as prescribed under applicable Listing Regulations and the Companies Act, 2013. In the opinion of the Board, Independent Director(s) fulfils the conditions specified in the Listing Regulations and are Independent of the Management.
- (xii) Disclosure by listed entity and its subsidiaries of loans and advances in the nature of loans and advances to firm / companies in which directors are interested by name and amount : NA
- (xiii) The discretionary requirement as specified in Part E of Schedule II have been adopted.
- (xiv) The Company has complied with all the mandatory requirements of Regulation 16 to Regulation 27 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as under:

Particulars	Regulation No.	Compliance Status (Yes/No/NA) Refer Note below
Independent director(s) have been appointed in terms of specified criteria of 'independence' and/or 'eligibility'	16(1)(b) & 25(6)	Yes
Board composition	17(1), (1A) & (1B)	Yes
Meeting of Board of Directors	17(2)	Yes
Quorum of Board Meeting	17(2A)	Yes
Review of Compliance Reports	17(3)	Yes
Plans for orderly succession for appointments	17(4)	Yes
Code of Conduct	17(5)	Yes
Fees/compensation	17(6)	Yes
Minimum Information	17(7)	Yes
Compliance Certificate	17(8)	Yes
Risk Assessment & Management	17(9)	Yes
Performance Evaluation of Independent Directors	17(10)	Yes
Recommendation of Board	17(11)	Yes
Maximum number of Directorships	17A	Yes
Composition of Audit Committee	18(1)	Yes
Meeting of Audit Committee	18(2)	Yes
Role of the Audit Committee and the information to be reviewed by the Audit Committee	18(3)	Yes
Composition of Nomination & Remuneration Committee	19(1) & (2)	Yes
Quorum of Nomination and Remuneration Committee Meeting	19(2A)	Yes
The Chairperson of the Nomination and Remuneration Committee may be present at the Annual General Meeting, to answer the shareholders' queries	19(3)	Yes
Meeting of Nomination and Remuneration Committee	19(3A)	Yes
Role of the Nomination and Remuneration Committee	19(4)	Yes
Composition of Stakeholder Relationship Committee	20(1), (2) & (2A)	Yes

Particulars	Regulation No.	Compliance Status
		(Yes/No/NA) Refer Note below
The Chairperson of the Stakeholders Relationship Committee shall be present at the annual general meetings to answer queries of the security holders	20(3)	Yes
Meeting of Stakeholders Relationship Committee	20 (3A)	Yes
Role of the Stakeholders Relationship Committee	20(4)	Yes
Composition and role of Risk Management Committee	21(1),(2),(3) & (4)	Yes
Meeting of Risk Management Committee	21(3A)	Yes
The provisions of this regulation shall be applicable to top 1000 listed entities, determined on the basis of market capitalization, as at the end of the immediate previous financial year	21(5)	Yes
Vigil Mechanism	22	Yes
Policy for Related Party Transaction	23(1), (1A), (5), (6),(7) & (8)	Yes
Prior or Omnibus approval of Audit Committee for all Related Party Transactions	23(2) & (3)	Yes
Approval for material Related Party Transactions	23(4)	Yes
Disclosure of Related Party Transactions on consolidated basis	23(9)	Yes
Composition of Board of Directors of unlisted material Subsidiary	24(1)	Yes
Other Corporate Governance requirements with respect to subsidiary of listed entity	24(2),(3),(4),(5) & (6)	Yes
Annual Secretarial Compliance Report	24(A)	Yes
Alternate Director to Independent Director	25(1)	N.A
Maximum Tenure	25(2)	Yes
Meeting of Independent Directors	25(3) & (4)	Yes
An independent director shall be held liable, only in respect of such acts of omission or commission by the listed entity which had occurred with his knowledge, attributable through processes of Board of Directors, and with his consent or connivance or where he had not acted diligently with respect to the provisions contained in these Regulations	25(5)	Yes
Filling up of casual vacancy caused by removal/ resignation of Independent Director	25(6)	N.A
Familiarization of Independent Directors	25(7)	Yes
Declaration from Independent Director	25(8) & (9)	Yes
D&O Insurance for Independent Director	25(10)	Yes
Memberships in Committees	26(1)	Yes
Affirmation with compliance to code of conduct from Members of Board of Directors and Senior management personnel	26(3)	Yes
Disclosure of Shareholding by Non-Executive Directors	26(4)	Yes
Policy with respect to Obligations of directors and senior management	26(2) & 26(5)	Yes
No employee including Key Managerial Personnel or Director or Promoter of a listed entity shall enter into any agreement for himself or on behalf of any other person, with any shareholder or any other third party with regard to compensation or profit sharing in connection with dealings in the securities of such listed entity, unless prior approval for the same has been obtained from the Board of Directors as well as public shareholders by way of an Ordinary Resolution	26(6)	Yes
Other Corporate Governance Requirements	27(1) & (2)	Yes
With regards to the Corporate Governance, the Company is in compliance with the requirements under Regulation 17 to 27 read with Schedule V and Clause (b) to (i) of sub-regulation (2) of Regulation 46 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.		

Particulars	Regulation No.	Compliance Status (Yes/No/NA) Refer Note below
xii) Details of compliances under Clauses (b) to (i) of Sub-Regulation (2) of Regulation 46:		
Terms and conditions of appointment of Independent Directors	46 (2)(b)	YES
Composition of various Committees of Board of Directors	46 (2)(c)	YES
Code of Conduct of Board of Directors and Senior Management Personnel	46 (2)(d)	YES
Details of establishment of Vigil Mechanism/ Whistle Blower Policy	46 (2)(e)	YES
Criteria for making payment to Non-Executive Directors, if the same has not been disclosed in the Annual Report	46 (2)(f)	DISCLOSED IN THE ANNUAL REPORT
Policy on dealing with Related Party Transactions	46 (2)(g)	YES
Policy for determining material subsidiaries	46 (2)(h)	YES
Details of Familiarisation programmes imparted to Independent Directors	46 (2)(i)	YES

12) WHISTLE BLOWER POLICY/VIGIL MECHANISIM:

As part of corporate governance and as per companies act 2013, the company has adopted Vigil Mechanism / Whistle blower policy that covers our directors and employees. The Company promotes ethical behaviour in all its business activities and has put in place a mechanism for reporting illegal or unethical behaviour. The employees are free to report violations of applicable laws and regulations and the Code of Conduct.

The mechanism provides for adequate safeguards against victimization of Directors and employees and also provide for direct access to the Chairman of the Audit Committee. This neither releases employees from their duty of confidentiality in the course of their work nor can it be used as a route for raising malicious or unfounded allegations about a personal situation. During the year under review, no employee was denied access to the Audit Committee.

13) DISCLOSURE ON SEXUAL HARASSMENT OF WOMEN AT WORKPLACE:

The disclosure pursuant to the provisions of Sexual Harrasment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 is given as under:

No. of complaints filed during the financial year - Nil

No. of complaints disposed off during financial year - Nil

No. of complaints pending as on the end of financial year – Nil

14) MEETING OF INDEPENDENT DIRECTORS / FAMILIARISATION PROGRAMME:

The company's independent directors meet atleast once in a year without the presence of Executive/ Non-Executive Directors. The Independent Directors met once during the year under review on 11th February 2022 and inter – alia discussed:

- a. the performance of non-Independent Directors and the Board as a whole;
- b. the performance of the Chairperson of the Company, taking into account the views of Executive Directors and Non- Executive Directors; and
- c. the quality, quantity and timeliness of flow of information between the Company management and the Board that is necessary for the Board to effectively and reasonably perform their duties.

Your Company follows a structured orientation and familiarisation programme through various reports/ codes/ internal policies for all the Directors with a view to update them on the Company's policies and procedures on a regular basis. The details of familiarisation programme for the financial year 2021-22 have been updated in the website. <http://www.nippo.in/html/pdf/FamiliarisationPolicy.pdf>

In the opinion of the Board of Directors the Independent Directors fulfils the conditions specified in the Act and Listing Regulations and are Independent of the Management.

PERFORMANCE EVALUATIONS OF INDEPENDENT DIRECTORS:

The criteria for evaluation of the Independent Directors is attendance, participation in deliberations, understanding the Company's business and that of the industry and guiding the Company in decisions affecting the business and additionally based on the roles and responsibilities as specified in Schedule IV of the Companies Act, 2013 and fulfilment of independence criteria and independence from management. The Board carried out evaluation of the performance of the Independent Directors on the basis of the criteria laid down. The evaluation was done by the Board of Directors except the Director who was evaluated.

15) MEANS OF COMMUNICATION:

The Board of Directors of the Company approves and takes on record the financial results in the proforma prescribed by the Stock Exchanges within the statutory period and announces forthwith the results to all the stock exchanges where the shares of the company are listed and also publishes the financial results in The Business Line and Makkal Kural newspapers.

These results are promptly submitted to the Stock Exchanges to enable them to display the same on their website. The financial results are also made available at the website of the Company www.nippo.in.

The company's website contains a section "Investors" which displays details / information to various stakeholders. Official new release are sent to stock exchanges and hosted on the website of the company.

16) MANAGEMENT DISCUSSION AND ANALYSIS:

Appended to this Report.

17) STOCK CODE :

BSE Ltd.	504058
National Stock Exchange of India Ltd	NIPPOBATRY

18) MONTHLY SHARE PRICE DETAILS AT BSE & NSE DURING 2021-22 ARE :

MONTH	BSE			NSE		
	HIGH (Rs.)	LOW (Rs.)	NO. OF SHARES TRADED	HIGH (Rs.)	LOW (Rs.)	NO. OF SHARES TRADED
Apr-21	787.00	695.00	6,894	786.00	692.60	41,449
May-21	875.00	730.00	23,194	875.00	736.55	86,727
Jun-21	1111.00	799.00	81,638	1114.30	801.10	5,03,738
Jul-21	1282.45	963.90	1,88,657	1282.40	972.30	19,74,557
Aug-21	1188.40	914.30	74,340	1188.00	913.35	4,78,822
Sep-21	1095.00	970.00	37,030	1095.00	970.00	1,81,288
Oct-21	1090.00	484.00	37,628	1100.00	483.00	3,16,576
Nov-21**	507.00	408.00	44,214	507.40	407.70	3,10,667
Dec-21	558.40	420.30	72,265	528.90	420.50	8,78,959
Jan-22	540.00	472.05	78,015	540.45	460.95	3,92,253
Feb-22	514.30	395.00	24,419	519.90	390.00	1,36,864
Mar-22	491.00	381.00	41,927	432.05	386.00	1,57,733

** Stock split from Rs.10/- to Rs.5/- per share

19) REGISTRAR & SHARE TRANSFER AGENTS :

The address of the Registrar & Share Transfer Agents is as under:

M/s. Cameo Corporate Services Ltd.	Name of Contact person:
Subramanian Building	Mr. R.D. Ramasamy, Director
No.1, Club House Road	Phone No.: 044-28460390 (6 lines)
Chennai – 600 002	Fax No.: 044-28460129
	Email : cameo@cameoindia.com

20) SHARE TRANSFER SYSTEM :

Applications for transfer of shares held in physical form are received by the Registrar and Share Transfer Agent Cameo Corporate Services Ltd and all valid transfers are processed and effected immediately from the date of receipt. Shares held in the dematerialized form are electronically traded in the Depository and the Registrars and Share Transfer Agents of the Company periodically receive from the Depository the beneficiary holdings so as to enable them to update their records and to send all corporate communications, dividend warrants, etc.

Physical shares received for dematerialisation are processed and completed within a period of 7 days from the date of receipt, provided they are in order in every respect. Bad deliveries are immediately returned to Depository Participants under advice to the shareholders. However, the request for share transfers etc. will continue to be considered and approved by the share transfer committee. The Share Transfer Committee generally meets once in a month. There are no pending share transfers as on 31st March 2022.

21) NSE ELECTRONIC APPLICATION PROCESSING SYSTEM (NEAPS):

The NEAPS is a web-based application designed by NSE for corporates. All periodical compliance filings like shareholding pattern, corporate governance report, media releases, among others are filed electronically on NEAPS.

22) SEBI COMPLAINTS REDRESS SYSTEM (SCORES):

The investor complaints are processed in a centralised web-based complaints redress system. The salient features of this system are: Centralised database of all complaints, online upload of Action Taken Reports (ATRs) by concerned companies and online viewing by investors of actions taken on the complaint and its current status.

23) DEMATERIALISATION OF SHARES AS ON 31ST MARCH, 2022

Type	Number of Shares	% to paidup Capital	No of Share Holders
(i) Physical	1,00,802	1.34	329
(ii) Electronic :-			
NSDL	57,52,898	76.71	5,052
CDSL	16,46,300	21.95	6,915
TOTAL	75,00,000	100.00	12,296

24) OUTSTANDING GDR/ADR/WARRANTS OR ANY CONVERTIBLE INSTRUMENTS:

The Company has not issued any GDRs/ADRs/Warrants or any convertible instruments.

25) DISTRIBUTION OF SHAREHOLDING AS ON 31ST MARCH, 2022:

Number of shares	Number of shareholders	Percentage of shareholders	Shares Amount	Percentage of shareholding
1 - 500	11,951	97.19	52,01,405	13.87
501 - 1000	186	1.51	13,35,195	3.57
1001 - 2000	86	0.70	13,00,895	3.47
2001 - 3000	23	0.19	5,48,190	1.47
3001 - 4000	12	0.10	4,35,600	1.16
4001 - 5000	10	0.08	4,59,445	1.22
5001 - 10000	6	0.05	4,00,900	1.06
10001 & above	22	0.18	2,78,18,370	74.18
TOTAL	12,296	100.00	3,75,00,000	100.00

26) CATEGORIES OF SHAREHOLDERS AS ON 31ST MARCH, 2022:

Category	No. of shares held	% of shareholding
Indian Promoters	4901366	65.55
Resident Indians	2162540	28.83
Non-Resident Indians	33222	0.44
Foreign Institutional Investors	100	0.00
Corporate Body	362717	4.84
FPI	9730	0.13
Clearing Members	6873	0.09
IEPF	23452	0.31
TOTAL	75,00,000	100.00

27) UNCLAIMED DIVIDEND AMOUNTS:

Pursuant to the provisions of Section 123 of the Companies Act, 2013, the dividend for the following years, which remain unclaimed for seven years, will be transferred to Investor Education and Protection Fund (IEPF) established by the Central Government pursuant to Section 125 of the Companies Act, 2013. Members who have not so far encashed their dividend warrant(s) are requested to seek revalidation of dividend warrants in writing to M/s. Cameo Corporate Services Ltd., Subramanian Building, No.1, Club House Road, Chennai – 600 002.

During the year under review, the Company has credited Rs.5,00,900/- to the Investor Education and Protection Fund (IEPF) pursuant to Section 205C of the Companies Act, 1956 read with the Investor Education and Protection Fund (Awareness and Protection of Investors) Rules, 2001.

Pursuant to the provisions of Investor Education and Protection Fund (Uploading of information regarding unpaid and unclaimed amounts lying with companies) Rules, 2012, the Company has uploaded the details of unpaid and unclaimed amounts lying with the Company as on 29th September, 2021 (date of last Annual General Meeting) on the Company's website www.nippo.in and on the website of the Ministry of Corporate Affairs.

Information in respect of such unclaimed dividends due for transfer to the Investor Education and Protection Fund (IEPF) is as follows:

Financial Year	Amount outstanding as on 31.03.2022 (Rs.)	Date of Declaration of Dividend	Proposed date of transfer to IEPF
2014-15	6,00,025.00	23-09-2015	29-10-2022
2015-16	5,96,750.00	23-09-2016	29-10-2023
2016-17	5,69,100.00	25-09-2017	31-10-2024
2017-18	5,24,220.00	24-09-2018	29-10-2025
2018-19	3,21,420.00	23-09-2019	30-10-2026
2019-20	1,09,313.00	28-09-2020	03-11-2027
2020-21	5,08,566.00	29-09-2021	04-11-2028

28) DISCLOSURES WITH RESPECT TO DEMAT SUSPENSE ACCOUNT/ UNCLAIMED SUSPENSE ACCOUNT :

Not applicable

29) TRANSFER OF EQUITY SHARES TO THE DEMAT ACCOUNT OF IEPF AUTHORITY

Pursuant to the provision of Section 124(6) of the Companies Act, 2013 read with the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016 ('Rules'), as amended from time to time, it is mandatory for the Company to transfer all the shares in the name of Investor Education and Protection Fund (IEPF) in respect of which dividend has not been claimed for seven consecutive years or more.

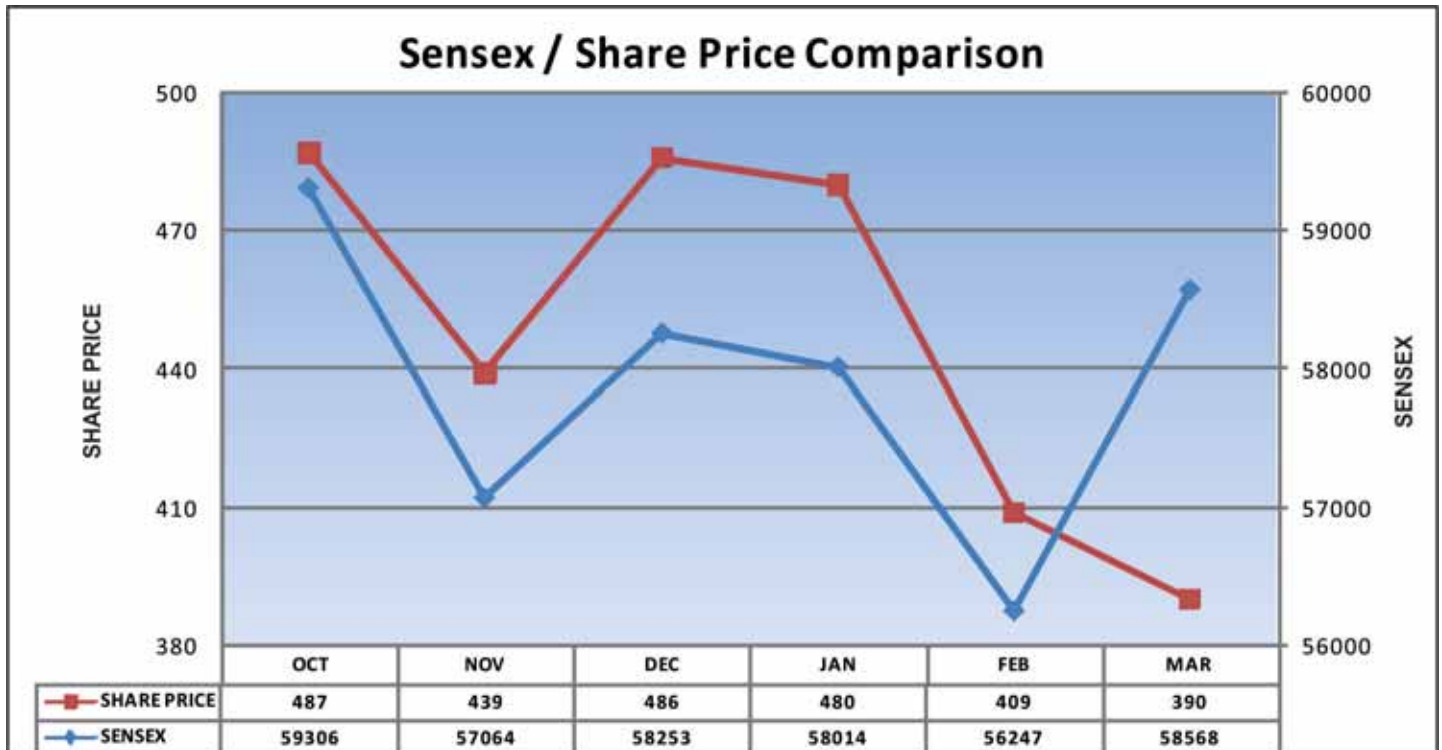
In compliance with the said Rules, during the financial year 2021-22, there were 11 shareholders holding 426 equity shares of Rs.5/- each whose shares were transferred to IEPF.

The list of the aforesaid shareholders whose shares were transferred to IEPF is available at the below mentioned web-link:<http://www.nippo.in>

30) PERFORMANCE IN COMPARISON TO BSE INDEX FOR THE YEAR 2021-22:
BEFORE SPLIT OF SHARES:



AFTER SPLIT OF SHARES:



31) RECONCILIATION OF SHARE CAPITAL AUDIT:

A quarterly audit was conducted by a practising company secretary, reconciling the issued and listed capital of the company with the aggregate of the number of shares held by investors in physical form and in the depositories and the said certificates were submitted to the stock exchanges within the prescribed time limit. As on 31st March 2022 there was no difference between the issued and listed capital and the aggregate of shares held by investors in both physical form and in electronic form with the depositories.

32) PREVENTION OF INSIDER TRADING:

In accordance with the SEBI Regulations as amended, the Company has established a code of conduct for prohibition of insider trading in the company's shares. The objective of this Code is to prevent misuse of any unpublished price sensitive information and prohibit any insider trading activity, in order to protect the interest of the shareholders at large. During the year under review, there has been due compliance with SEBI (Prohibition of Insider Trading) Regulations 2015.

33) COMMODITY PRICE RISK OR FOREIGN EXCHANGE RISK AND HEDGING ACTIVITIES:

Though the company not being a user of sizable commodities, its expose to the price risk on account of procurement of commodities may not arise. Exposure of our entity to commodity and commodity risk faced by the entity throughout the year:

Total exposure of the commodity to the entity is Rs.49.47 Crs.

Exposure of the entity to various commodities:

Commodity Name	Exposure towards the particular commodity in FY 2021-2022	Exposure in quantity terms towards the particulars commodity in FY 2021-2022	% of such exposure hedged through commodity derivatives				
			Domestic Market		International Market		Total
			OTC	Exchange	OTC	Exchange	
ZINC	Rs.49.47 Crs	1,851 Tonnes	NIL	NIL	NIL	NIL	NIL

Commodity risk faced by the listed entity during the year and how they have been managed:-

Prices for the commodities are managed through contract's with supplier based on commodity trends. The Company doesn't have exposure on commodity hedging mechanism during the year under review.

34) TOTAL FEES FOR ALL SERVICES PAID BY THE COMPANY AND ITS SUBSIDIARIES, ON A CONSOLIDATED BASIS, TO THE STATUTORY AUDITOR AND ALL ENTITIES IN THE NETWORK FIRM/ NETWORK ENTITY OF WHICH THE STATUTORY AUDITOR IS A PART:

G. Balu Associates LLP, Chartered Accountants (Firm Registration No. 000376S/S200073) have been appointed as the Statutory Auditors of the Company. The particulars of Statutory Auditors' fees, on consolidated basis for the Financial Year 2021-22 are given below:

NAME OF THE ENTITY	Auditors Fees (Rs.)
INDO NATIONAL LTD:-	
1. Statutory Audit fees	Rs.3,50,000
2. Limited Review Reports (Quarterly)	Rs.4,50,000
Total	Rs.8,00,000

35) CREDIT RATING:

S.No.	Name of the Agency	Type of Facility	Amount	Rating
1	CRISIL Limited	Cash Credit and Bill discounting facility	Rs.85 Crs.	Long Term CRISIL A/ Stable (Reaffirmed)
				Short Term CRISIL A1 (Reaffirmed)

During the Financial Year 2021-22, there are no changes in the rating.

36) DIVIDEND DISTRIBUTION POLICY:

Pursuant to Regulation 43A of the Listing Regulations, the Company is required to formulate a dividend distribution policy. The Policy is available on the website of the Company <http://www.nippo.in>

37) GENERAL SHAREHOLDERS' INFORMATION:

1. **AGM date, time and venue** : 27th September, 2022; Tuesday at 3.00 p.m. Through Video Conferencing (VC) / other Audio Visual Means (OVAM)
2. **Dates of Book Closure (Physical)** : Wednesday the 21st September, 2022 to Tuesday the 27th September, 2022 (both days inclusive)
3. **Financial Year** : 01-04-2021 to 31-03-2022
4. **Annual Results** : 27th May, 2022
5. **Mailing of Annual Reports** : 4th September, 2022
6. **Dividend payment date** : 6th October, 2022
7. **Listing Fees** : Paid to all the above stock exchanges for the year 2021-22
8. **Address** : **Registered Office** **Corporate / Head Office**
 No.609, Mount Road, Pottipati Plaza, 3rd Floor,
 Lakshmi Bhavan, No.77, Nungambakkam
 IVth Floor, High Road,
 Nungambakkam, Nungambakkam,
 Chennai - 600 006. Chennai - 600 034.
9. **Plant location** : (i) Tada Kandriga Village, Nellore. (A.P)
10. **Listing on Stock Exchanges** :
 (i) BSE Ltd.
 Floor 25, Phiroze Jheejibhoy Towers
 Dalal Street; Mumbai – 400 001
 Tel : 91-22-2272 1233/ 22721234
 Fax : 91-22-2272 2082/ 2061
 Email : corp.relations@bseindia.com
 (ii) National Stock Exchange of India Ltd
 Exchange Plaza, Bandra-Kurla Complex
 Bandra (E); Mumbai – 400 051
 Tel : 91-22-26598235/36,
 Fax : 91-22-26598237/38
 Email : cmlist@nse.co.in

For and on behalf of the Board of Directors
For Indo National Ltd

P. Dwaraknath Reddy
Managing Director
(DIN:00277929)

P.Aditya Reddy
Joint Managing Director
(DIN:00482051)

Place : Chennai
Date : 12th August, 2022

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 transactions under third proviso is given below:

1. Details of contracts or arrangements or transactions not at Arm's length basis: Not Applicable
2. Details of contracts or arrangements or transactions at Arm's length basis : As mentioned below :

S.No	Name of the Related Party	Nature of Relationship	Contracts / Arrangements / Transactions				Date of Approval by Board / Members and Period of Approval	Sales/supply of Products and other Services (Rs.in Cr.)	Amount paid as advances, if any
			Nature	Duration	Salient terms	Justification for entering into			
1	Associated Electrical Agencies	Director and relatives of Director is a Partner	Sale of Products and other Services	Yearly / Three Years	Prevailing Market Rates	Ordinary course of business being carried on for many years	13th August 2019 & 23rd September 2019 : Period of Approval 01st October 2019 to 30th September 2022	68.21	Nil
2	Apex Agencies	Director and relatives of Director is a Partner	Sale of Products and other Services	Yearly/ Three Years	Prevailing Market Rates	Ordinary course of business being carried on for many years	13th August 2019 & 23rd September 2019 : Period of Approval 01st October 2019 to 30th September 2022	73.44	Nil
3	RAL Consumer Products Ltd	One common Director	Sale of Products and other Services	Yearly	Prevailing Market Rates	Ordinary course of business being carried on for many years	24th August 2020 & 28th September 2020/3rd September 2021 & 29th September 2021 : Period of Approval : 01st October 2020 to 30th September 2021 & 01st October 2021 to 30th September 2022	20.30	Nil

ANNEXURE - 'C' TO THE BOARD REPORT (CONTD.)

S.No	Name of the Related Party	Nature of Relationship	Contracts / Arrangements / Transactions				Date of Approval by Board / Members and Period of Approval	Sales/supply of Products and other Services (Rs.in Cr.)	Amount paid as advances, if any
			Nature	Duration	Salient terms	Justification for entering into			
4	Radiohms Agencies	Director's Relatives are Partners	Sale of Products and other Services	Yearly	Prevailing Market Rates	Ordinary course of business being carried on for many years	24th August 2020 & 28th September 2020/3rd September & 29th September 2021 : Period of Approval : 01st October 2020 to 30th September 2021 & 01st October 2021 to 30th September 2022	20.26	Nil
5	Deccan Hospitals (A Unit of Appollo Hospitals Enterprises Ltd)	Relative of Director is a Director	Sale of Solar power units and other Services	Yearly	Prevailing Market	At Arms length basis	29th June 2021 Period of Approva/ 01st July 2021 to 31st May 2022	3.90	Nil
6	Radiohms Properties Pvt.Ltd	One common Director	Rent	Yearly	Prevailing Market Rates	At Arms lenght basis 31st May 2022	29th June 2021 Period of Approval 01st July 2021 to	0.15	0.08
7	Kalpatharu Enterprises Private Ltd.	One common Director and relative of Director is a Director	Rent	Yearly	Prevailing Market Rates	At Arms lenght basis	12th Nov. 2021 27th May 2022 Period of Approval: 01st Dec. 2021 to 31st May 2021 & 01st June 2022 to 31st May 2023	0.40	0.92

For and on behalf of the Board of Directors
For Indo National Ltd

P. Dwaraknath Reddy
Managing Director
(DIN:00277929)

P.Aditya Reddy
Joint Managing Director
(DIN:00482051)

Place: Chennai
Date : 12th August, 2022

ANNEXURE - D

ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES

1. Brief outline on CSR Policy of the Company: The CSR activities carried out by the Company are in accordance with the CSR Policy, as formulated by the CSR Committee and approved by the Board. The objectives of the CSR policy includes supporting causes concerning social welfare, healthcare, education, environmental protection, rural development and provide safe drinking water etc.,
2. Composition of CSR Committee:

Sl. No.	Name of Director	Designation\Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1	Mr N.Ramesh Rajan,	Chairman	3	3
2	Mr P.Aditya Reddy	Member	3	3
3	Mr. M.Sankara Reddy	Member	3	3

3. Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company:<http://www.nippo.in/html/pdf/CSR%20POLICY-INL.pdf>.
4. Provide the details of Impact assessment of CSR projects carried out in pursuance of the Companies (Corporate Social responsibility Policy) Rules, 2014, if applicable (attach the report): Not Applicable
5. Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any:

Sl. No.	Financial Year	Amount available for set off from preceding financial years (in Lakhs)	Amount required to be set off for the financial year, if any (in Lakhs)
Not Applicable for the financial year 2021-2022			

6. Average net profit of the company as per section 135(5): Rs. 29.12 Crores.

7. (a)	Two percent of average net profit of the company as per section 135(5)	Rs.0.58 Crs.
(b)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years :	Nil
(c)	Amount required to be set off for the financial year, if any	Nil
(d)	Total CSR obligation for the financial year (7a + 7b-7c)	Rs.0.58 Crs.

8. (a) CSR amount spent or unspent for the financial year:

Total Amount spent for the financial year (In Crores)	Amount Unspent (In Lakhs)				
	Total Amount transferred to Unspent CSR Account as per Section 135(b)		Amount transferred to any fund specified under Schedule VII as per second proviso to Section 135(5)		
	Amount	Date of transfer	Name of the Fund	Amount	Date of transfer
Rs.0.58 Crs	NIL	NIL	NIL	NIL	NIL

(b) Details of CSR amount spent against ongoing projects for the financial year:

1	2	3	4	5		6	7	8	9	10	11	
Sl.No	Name of the project	Items from the List of activities in Schedule VII to the Act	Local area (yes/no)	Location of the Project		Project Duration	Amount allocated for the Project (in lakhs)	Amount spent in the current financial year (in lakhs)	Amount transferred to unspent CSR account for the project as per Section (136)6 (in lakhs)	Mode of implementation direct (Yes/No)	Mode of implementation Through implementing Agency	
				State	District						Name	CSR Registration Number
Nil for the Financial Year 2021-22												

(c) Details of CSR amount spent against other than on-going projects for the financial year:

S.No.	Name of the Project	Item from the list of activities in Schedule VII to the Act	Local Area (Yes/No)	Location of the Project		Amount spent on the projects (Rs.)	Mode of implementation Direct (Yes/No)	Mode of implementation Through implementing Agency	
				State	District			Name	CSR Registration Number
1	Support to Child Education, Protection & Survival etc.,	Education & Healthcare	No	Tamil Nadu	Chennai	180000	No	Through Save the Children	CSR0000065
2	Sponsorship	Training to promote Rural Sports	Yes	Tamil Nadu	Chennai	500000	No	Through Tamilnadu Tennis Association	CSR00012872
3	Oxygen Concentrator	Medical	Yes	Tamil Nadu	Chennai	72000	Yes	Direct	-
4	Construction of Old Age Homes	Social Welfare	Yes	Tamil Nadu	Chennai	167000	Yes	Direct	-
5	Sponsorship	Social Welfare	Yes	Tamil	Chennai	62500	No	Through Oli Organisation	
6	Feeding visually impaired children	Social Welfare	Yes	Tamil	Chennai	74942	No	Through Nethrodaya	CSR00017927
7	Helping to improve livelihood of the underprivileged	Social Welfare	Yes	Tamil Nadu	Chennai	594000	No	Through Shine Trust	CSR00024711
8	Food to Disable Children	Social Welfare	Yes	Tamil Nadu	Chennai	993184	No	Through Sri Arunodayam Charitable Trust	CSR00001030
9	Food to Slum Families	Social Welfare	Yes	Tamil Nadu	Chennai	1279870	No	Through Turning Point Educational Trust	CSR00004700
10	Tree Saplings	Social Welfare	Yes	Tamil Nadu	Chennai	300000	No	Through Vijaya Lakshmi Athreya Foundation	CSR00000152
11	Provide Medicines for Eldery	Social Welfare	Yes	Tamil Nadu	Chennai	205000	No	Through RKS Mother Teresa Foundation	CSR00004491

(c) Details of CSR amount spent against other than on-going projects for the financial year: (Contd.)

S.No.	Name of the Project	Item from the list of activities in Schedule VII to the Act	Local Area (Yes/No)	Location of the Project		Amount spent on the projects (Rs.)	Mode of implementation Direct (Yes/No)	Mode of implementation Through implementing Agency	
				State	District			Name	CSR Registration Number
12	To Feed Animals	Social Welfare	Yes	Tamil Nadu	Chennai	800000	No	Through People for Animals (Chennai)	CSR00004994
13	Expenses related to RO Plant	Drinking Water	Yes	Andhra Pradesh	Nellore	372553	Yes	Direct	-
14	Revenue Sports 2022	Training to promote Rural Sports	Yes	Andhra Pradesh	Nellore	15000	No	Direct	-
15	Road Work at Tada - Cost of Cement	Social Welfare	Yes	Andhra Pradesh	Nellore	229280	Yes	Direct	-
	Total					5886829			

(d) Amount spent in Administrative Overheads : Nil

(e) Amount spent on Impact Assessment, if applicable : Nil

(f) Total amount spent for the Financial Year (8b+8c+8d+8e) : Rs.58.86 Lakhs

(g) Excess amount for set off, if any : Nil

S.No.	Particulars	Amount in Crs.
(i)	Two percent of average net profit of the company as per section 135(5)	0.58
(ii)	Total amount spent for the Financial Year	0.58
(iii)	Excess amount spent for the financial year [(ii)-(i)]	Nil
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	Nil
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	Nil

9. (a) Details of Unspent CSR amount for the preceding three financial years:

Sl. No.	Preceding Financial Year	Amount transferred to Unspent CSR Account under section 135 (6) (in Rs.)	Amount spent in the reporting Financial Year (in Rs)	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any			Amount remaining to be spent in succeeding financial years (in Rs.)
				Name of the Fund	Amount (in Rs.)	Date of transfer	
NIL							

9. (b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s):

Sl. No.	Project ID Project	Name of the	Financial Year in which the project was commenced	Project duration	Total amount allocated for the	Amount spent on the project in the reporting project (in Rs)	Cumulative amount spent at the end of reporting Financial Year (in Rs)	Status of the project - Completed/Ongoing Financial Year (in Rs)
Not Applicable for the financial year 2021-2022								

10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year (asset wise details):

(a)	Date of creation or acquisition of the capital asset(s)	None
(b)	Amount of CSR spent for creation or acquisition of capital asset	Nil
(c)	Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their Address etc.,	Not Applicable
(d)	Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset).	Not Applicable

11. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5) : Not Applicable

We hereby declare that the implementation and monitoring of CSR policy is in compliance with CSR objectives and policy of the Company.

For and on behalf of the Board

For and on behalf of the Board

P. Dwaraknath Reddy
Managing Director

N. Ramesh Rajan
Chairman of CSR Committee

Place : Chennai
Date : 12th August, 2022

Annexure - 'F'
Form No. MR-3

SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31.03.2022

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies (Appointment and Remuneration Managerial Personnel) Rules, 2014 and Regulation 24A (1) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015]

To

The Members,

INDO NATIONAL LIMITED

CIN: L31909TN1972PLC006196

NO. 609, MOUNT ROAD, LAKSHMI BHAWAN, IVTH FLOOR,
CHENNAI - 600006

I, M. Damodaran, Managing Partner of M Damodaran & Associates LLP, Practicing Company Secretaries have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **M/s. INDO NATIONAL LIMITED** (hereinafter called "the Company"). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended on **31.03.2022** complied with the statutory provisions listed here under and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on **31.03.2022** 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 following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
 - (d) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;

I have also examined compliance with the applicable Regulations/Clauses of the following:

- (i) The Listing Agreement entered into by the Company with the National Stock Exchange of India Limited and BSE Limited under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; and
- (ii) The Secretarial Standards (SS-1) for Board Meeting and Secretarial Standards (SS-2) – for General Meeting issued by The Institute of Company Secretaries of India.

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above subject to the following observations: NIL

I further report that the Board of Directors of the Company is constituted with Executive Directors, Non-Executive Director and Independent Directors and there were no changes in the composition of the Board of Directors during the period under review.

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

All decisions at the Board Meetings and Committee Meeting are carried and recorded in Minutes of the Meetings of the Board of Directors and Committees of the Board as the case may be.

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

I further report that during the audit period;

- a. the company has passed a Special Resolution at the Annual General Meeting held on 29th September, 2021 for sub-division of each of the Equity Share of the Company having a face value of Rs. 10/- each into 2 (Two) Equity Shares having a face value of Rs. 5/- each and sub-divided accordingly.
- b. the company has passed a Special Resolution at the Annual General Meeting held on 29th September, 2021 to alter Capital Clause of the Memorandum of Association of the Company for the purpose of sub-division of each of the Equity Share of the Company having a face value of Rs. 10/- each in the Authorized Equity Share Capital of the Company sub-divided into 2 (Two) Equity Shares having a face value of Rs. 5/- each and altered the same accordingly.
- c. M/s. Kineco Limited, material subsidiary of the Company, has signed an agreement to establish a Joint Venture to develop the Indian pultrusion market together with M/s. Exel Composites Oyj, a Nasdaq Helsinki listed, globally recognized Composite Company. In this transaction Kineco Limited sold the assets of its pultrusion business to a new company M/s. KinecoExel Composite India Private Ltd in which M/s. Exel Composites Oyj holds 55% equity shareholding and Kineco Ltd holds 45% equity shareholding.

for **M.DAMODARAN AND ASSOCIATES LLP**

M. DAMODARAN

Managing Partner

Membership No.5837

COP No.5081 / FRN: L2019TN006000

PR 1374/2021

ICSI UDIN No.F005837D000410769

Place : Chennai

Date : 27.05.2022

(This report is to be read with my letter of even date which is annexed as **Annexure 1** and forms an integral part of this report)

To

The Members

INDO - NATIONAL LIMITED

CIN: L31909TN1972PLC006196

NO. 609, MOUNT ROAD, LAKSHMI BHAWAN, IVTH FLOOR,
CHENNAI – 600006.

My Secretarial Audit Report of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the company. My responsibility is to express an opinion on these secretarial records based on my audit.
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices, we followed provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. Where ever required, I have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. My examination was limited to the verification of 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. I have conducted online verification & examination of records, as facilitated by the Company, due to COVID-19 and subsequent lockdown situation for the purpose of issuing this Report.

for **M.DAMODARAN AND ASSOCIATES LLP**

M. DAMODARAN
Managing Partner
Membership No.5837
COP No.5081 / FRN: L2019TN006000
PR 1374/2021
ICSI UDIN No.F005837D000410769

Place : Chennai
Date : 27.05.2022

**Annexure - F1
FORM NO. MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2022**

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

To,
The Members,
Kineco Limited
Plot No. 41, Pilerne Industrial Estate,
Pilerne, Bardez-403511, Goa

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

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended 31st March, 2022 (hereinafter referred to as the "Audit Period") generally complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended 31st March, 2022 according to the provisions of:

- i. The Companies Act, 2013 (the Act) and the rules made thereunder;
- ii. The Securities Contracts (Regulation) Act, 1956 and the rules made thereunder; (Not applicable to the Company during the audit period)
- iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- iv. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings (not applicable to the Company during the Audit Period);
- v. The Reserve Bank Commercial Paper Directions, 2017; (not applicable to the Company during the Audit Period);
- vi. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):
 - a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 (not applicable to the Company during the audit period);
 - b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 (not applicable to the Company during the audit period);
 - c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 (not applicable to the Company during the Audit Period);
 - d) The Securities and Exchange Board of India (Share Based Employees Benefits) Regulations, 2014 (not applicable to the Company during the audit period);
 - e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 (not applicable to the Company during the audit period);
 - f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client(not applicable to the Company during the audit period);

- g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 (not applicable to the Company during the audit period); and
- h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018 (not applicable to the Company during the audit period).

I have also examined compliance with the Secretarial Standards issued by the Institute of Company Secretaries of India ('ICSI') and as mandated by the Companies Act, 2013.

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

I have relied on the representations made by the Company and its officers for systems and the mechanism formed by the Company and having regard to the compliance system prevailing in the Company and on an examination of the relevant documents and records in pursuance thereof, on test-check basis, the Company has complied with the following significant laws applicable specifically to the Company:

1. The Factories Act, 1948;
2. The Goa Industrial Development Act, 1965;
3. Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013;
4. The Environment (Protection) Act, 1986 and rules framed thereunder;
5. The Air (Prevention and Control of Pollution) Act, 1981 and rules framed thereunder;
6. The Water (Prevention & Control of Pollution) Act, 1974 and rules framed thereunder;
7. All applicable Labour Laws and other incidental laws related to Labour and employees appointed by the Company either on its payroll or on contractual basis as related to wages, gratuity, provident fund, ESIC, Compensation, etc;

I further report that –

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

Adequate notice was given to all directors to schedule the Board Meetings including committees thereof along with agenda and detailed notes on agenda were sent at least seven days in advance except for the meetings for which shorter notice was given, 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 decisions at Board Meetings were carried out unanimously as recorded in the minutes of the meetings of the Board of Directors.

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

I further report that during the Audit Period there were no specific events/actions having a major bearing on the Company's affairs in pursuance of the above referred laws, rules and standards.

Place: Mapusa, Goa
Date: 23rd May, 2022

Sudarshan V. Shintre
Company Secretary
ACS No. 33334, CP No. 15077
UDIN:A033334D000366073

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

To,

The Members,
KINECO LIMITED

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

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

Place: Mapusa, Goa
Date: 23rd May, 2022

Sudarshan V. Shintre
Company Secretary
ACS No. 33334, CP No. 15077
UDIN:A033334D000366073

ANNEXURE - 'G'

Statement of Disclosure of Remuneration under Section 197 of Companies Act, 2013 and Rule 5(1) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014:

- a) The ratio of the remuneration of each director to the median employee's remuneration of the company for the financial year are given below:

Name	Designation	Ratio
Mr. P. Dwaraknath Reddy	Managing Director & CEO	26:64:1
Mr. P. Aditya Reddy	Joint Managing Director	27:44:1
Mr. R.P. Khaitan	Joint Managing Director	28:92:1
Mr. N. Ramesh Rajan*	Independent Non-Executive Director	2.95:1
Mr. M. Sankara Reddy*	Non-Executive Director	1:68:1
Mrs. Lakshmi Subramanian*	Independent Non-Executive Director	2.82:1

*sitting fees / commission paid to Independent / non-executive directors during the year for attending board/ committee meetings.

- b) The percentage increase in remuneration of each Director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year:

Name	Designation	Percentage increase/ decrease in remuneration
Mr. P. Dwaraknath Reddy	Managing Director & CEO	-14.96%
Mr. P. Aditya Reddy	Joint Managing Director	-12.05%
Mr. R.P. Khaitan	Joint Managing Director	-9.50%
Mr. C.R. Sivaramakrishnan	Chief Financial Officer	8%
Mr. J. Srinivasan	Company Secretary	15%

- c) The average percentage increase in the median remuneration of employees in the financial year was 7.81%.
- d) The Company has 509 permanent employees on the rolls of company as on 31st March 2022.
- e) Average percentile increase made in the salaries of employees other than the managerial personnel in the financial year was 9.3% whereas decrease in the managerial remuneration was (12.16%)
- f) It is hereby affirmed that the remuneration paid during the year is as per the policy of the company.

For and on behalf of the Board of Directors
For Indo National Ltd

P. Dwaraknath Reddy
Managing Director
(DIN:00277929)

P. Aditya Reddy
Joint Managing Director
(DIN:00482051)

Place : Chennai
Date : 12th August, 2022

MANAGEMENT DISCUSSION AND ANALYSIS REPORT**INDUSTRY STRUCTURE - DRY BATTERY BUSINESS:**

As per our own assessment, there was not much of a difference noticed in the Zinc carbon battery Industry. The D size is continuing to de-grow and a small dip of AA batteries is noticed. AAA, which was a growing segment in the last year, has noticed a bit of sluggishness because of decreased usage of batteries for special gadgets like Pulse oximeters and Thermometer Guns, which were in high demand during last year.

Added to the above, the purchase prices of major materials have remained upward vs. last year, which not only impacted the direct materials cost, but also severely disrupted estimates on profits. Besides this the tremendous increase in sea freight charges has caused additional burden on the raw material imports and overall margins.

Despite the afore mentioned challenges, your company is able to demonstrate improved battery volumes of pre-COVID scenario. With the continued cross promotional activities and fine-tuning of distribution strategies, your company is expecting to have a sustained growth in the forthcoming year in this category.

NON- BATTERY CATEGORY:

Both in terms of value and volume, your Company witnessed a growth in LED, Mosquito Bat, and Torch categories, resulting in contributing 25+% of revenue from non-battery categories. In order to further grow non-battery categories, your company has taken various initiatives by covering additional channels with a clear-cut road map of growing both battery and non-battery categories in a sizeable way.

The sales force automation initiative which was taken up 2 years ago, is yielding results by generating important data / insights for the company to take appropriate business decision.

Your company has also successfully placed DORCO branded Razors and Blades in ~ 2 Lac outlets spread across various parts of the company.

OUTLOOK ON OPPORTUNITIES:**Batteries:**

Along with the implementation of BIS standards for batteries, the strict implementation of GST with every passing year, the organised players will have an increased opportunity

Your company has implemented a few cost-saving initiatives without affecting productivity or future growth in order to manage the increasing import costs and to maintain a respectable profit margin.

The widening of the distribution and covering of the new channels for non-battery business will also allow additional window of opportunity for batteries.

Non-Batteries :

In order to reinforce and accelerate the growth of non-battery categories, the company is now launching more SKUs within the existing categories. The company is also thinking of adding a few additional categories to enhance its distribution and brand.

THREATS RISK AND CONCERNS

Battery being a cheaper portable power and India being highly rural centric we don't see any threat as far as sustainability of the battery as a category.

In the recent past the import and distribution of alkaline batteries is catching up even in Indian market which may have some small impact on the Zinc carbon batteries. Having said we see this phenomenon to restrict only to urban and metro cities because of the price difference between a Zinc carbon Vs Alkaline battery.

The geopolitical conditions in various parts of the globe may continue to have some impact on the prices of the raw materials used in various categories (Batteries, LED, Mosquito Bat etc.) marketed by your company. Added to this, the fluctuation in forex conversion rate and global supply chain hindrances could be some of the possible risks that the company may have to navigate.

Although raw material costs have tapered off somewhat in recent weeks, they are still for below pre-covid levels. Therefore, it is important to keep a constant eye on the input prices and the efficiency of supply.

INTERNAL CONTROL SYSTEMS AND ADEQUACY:

The Company has adequate Internal Control procedures commensurate with its size and nature of the business. These business control procedures ensure efficient use and protection of the resources and compliance with the policies, procedures and statutes. The Internal Control system provide for well-documented policies, guidelines, authorizations and approval procedures. The Internal Auditors RGN Price & Co., had carried out Internal Audit extensively throughout the year. The prime objective of such Audit is to test the adequacy and effectiveness of all Internal Controls laid down by the management and to suggest improvements, wherever necessary.

FINANCIAL PERFORMANCE:

The total turnover of the Company for the year under review was Rs.368.27 Crs. as compared to Rs.386.75 Crs. in the previous year. The profit after tax for the year under review is Rs.7.78 Crs. as against Rs.33.95 Crs. in the previous year.

HUMAN RESOURCES:

The Company regards its human resources amongst its most valuable assets and proactively reviews and evolves policies and processes to attract and retain requisite skill-sets covering technical and managerial functions through a work environment that encourages initiative, provides challenges and opportunities and recognizes the performance and potential of its people. As of March 31, 2022, the number of employees stood at 509 covering all locations compared to 496 as of March 31, 2021.

For and on behalf of the Board of Directors
For Indo National Ltd

P. Dwaraknath Reddy
Managing Director
(DIN:00277929)

P.Aditya Reddy
Joint Managing Director
(DIN:00482051)

Place : Chennai
Date : 12th August, 2022

DECLARATION

TO THE MEMBERS OF INDO NATIONAL LTD.

This is to declare that the Code of Conduct envisaged by the Company for members of the Board and the Senior Management Personnel have been complied with by all the members of the Board and the Senior Management Personnel of the Company respectively in respect of the Financial year ended 31st March 2022.

For INDO NATIONAL LIMITED

Place : Chennai
Date : 12th August, 2022

P. DWARAKNATH REDDY
MANAGING DIRECTOR & CEO

INDEPENDENT AUDITOR'S CERTIFICATE ON CORPORATE GOVERNANCE

We have examined the compliance of conditions of corporate Governance by Indo National Limited for the year ended 31st March, 2022, as stipulated in the relevant provisions of Securities Exchange Board of India ("Listing Obligations and Disclosure requirements) Regulations, 2015.

The compliance of regulations of Corporate Governance is the responsibility of the management. Our examination was limited to the procedure and implementation thereof, adopted by the company for ensuring the compliance of the regulations of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the regulations of Corporate Governance as stipulated in the above mentioned Listing Regulations, as applicable.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company

For G Balu Associates LLP
Chartered Accountants
Firm No. 000376S/S200073

Place : Chennai
Date : 12th August, 2022

Rajagopalan B
Partner
M.No. 217187
(UDIN:22217187AOWTEO8747)

CEO & CFO CERTIFICATION

The Board of Directors
Indo National Ltd.
Chennai

Dear Members of the Board,

- A. We have reviewed financial statements and the cash flow statement for the year and that to the best of our knowledge and belief:
- (1) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - (2) these statements together present a true and fair view of the listed entity's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- B. There are no transactions entered into by the listed entity during the year which are fraudulent, illegal or violative of the listed entity's code of conduct.
- C. We are responsible for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness of internal control systems of the company pertaining to financial reporting and we have disclosed to the auditors and the audit committee, changes if any, in the design or operation of such internal controls.
- D. We have indicated to the auditors and the Audit committee
- (1) any significant changes in internal control over financial reporting during the year;
 - (2) all significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - (3) any instances of significant fraud of which we are aware that involve the management or an employee having a significant role in the company's internal control system over financial reporting.

P. Dwaraknath Reddy
Managing Director & CEO

C.R.Sivaramakrishnan
Chief Financial Officer

Place : Chennai
Date : 12th August, 2022

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

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

To,

The Members of INDO-NATIONAL LIMITED
No. 609, Mount Road, Lakshmi Bhawan
IVth Floor, Chennai 600006.

I, M.Damodaran, Managing Partner of M Damodaran & Associates LLP have examined the relevant registers, records, forms, returns and disclosures received from the Directors of INDO-NATIONAL LIMITED having CIN - L31909TN1972PLC006196 and having registered office at No. 609, Mount Road, Lakshmi Bhawan, IVth Floor, Chennai 600006 (hereinafter referred to as 'the Company'), produced before me by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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

Sr. No.	Name of Director	DIN	Date of appointment in Company
1.	Mr. N. Ramesh Rajan	01628318	07/05/2014
2.	Mr. P. Dwaraknath Reddy	00277929	23/07/2009
3.	Mr. P. Aditya Reddy	00482051	31/07/2012
4.	Mr. R.P. Khaitan	00015801	23/07/2009
5.	Mrs. Lakshmi Subramanian	00001439	17/07/2014
6.	Mr. Mogarala Sankara Reddy	07212025	01/04/2020

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

for **M.DAMODARAN AND ASSOCIATES LLP**

M. DAMODARAN
Managing Partner
Membership No.5837
COP No.5081 / FRN: L2019TN006000
PR 1374/2021
ICSI UDIN No.F005837D000410846

Place : Chennai
Date : 27.05.2022

BUSINESS RESPONSIBILITY REPORT (BRR)

SECTION A: GENERAL INFORMATION ABOUT THE COMPANY

1. Corporate Identity Number (CIN) : L31909TN1972PLC006196
2. Name of the Company : Indo National Ltd
3. Registered Address : No.609, Mount Road, Lakshmi Bhavan, Chennai 600 006
4. Website : www.nippo.in
5. E-mail id : jsrinivasan@nippo.in
6. Financial Year reported : 2021-22
7. Your company is engaged in (industrial activity code wise) : Manufacture and sale of dry cell batteries, rechargeable batteries, flashlights and general lighting products which come under a single business segment known as Consumer Goods. (see below for industrial activity (NIC) code)
8. 3 key products/services (as mentioned in balance sheet) : Key products / services NIC Code
Dry Cell Batteries 27201
Flashlight (Torches) 27400
Lighting and Electricals 27400
9. Total number of locations where business activity is undertaken
(a) Number of International Locations: Nil
(b) Number of National Locations : Registered and Corporate Office in Chennai, One manufacturing Unit at Tada, Andhra Pradesh and 29 sales offices / depots across India.
10. Markets served by the Company : Local/State/National

SECTION B: FINANCIAL DETAILS OF THE COMPANY

1. Paid up Capital : Rs.375.00 Lakhs
2. Total Turnover : Rs.36,827.08 Lakhs
3. Total Profit after Taxes : Rs.778.25 Lakhs
4. Total Spending on Corporate Social Responsibility (CSR) as % of Profit after Tax : Refer to Annual Report on CSR
5. List of activities in which expenditure in 4 above has been incurred : Refer Annual Report on CSR activities

SECTION C: OTHER DETAILS

1. Does the Company have any Subsidiary Company/ Companies? : Yes. one wholly owned subsidiary and two subsidiaries
2. Do the Subsidiary Company/Companies participate in the BR Initiatives of the Parent company? If yes, then indicate the number of such subsidiary company(s):
The subsidiary companies being unlisted companies participated to the extent as applicable.
3. Do any other entity/entities (e.g. suppliers, distributors etc.) that the Company does business with, participate in the BR initiatives entities of the Company? If yes, then indicate the percentage of such entity/entities?[Less than 30%, 30-60%, More than 60%] : No

SECTION D: BR INFORMATION

- (a) Details of the Director responsible for implementation of the BR policy/policies:
Name : Mr. P.Aditya Reddy, DIN Number : 00482051, Joint Managing Directorate No.044-28272711
- (b) Details of the BR head : DIN Number (if applicable)/Name/Designation/Telephone number/E-mail id : same as above

2. Principle-wise (as per NVGs) BR Policy/policies

The Principles are as follows:

- Principle 1 : Businesses should conduct and govern themselves with Ethics, Transparency and Accountability.
- Principle 2 : Businesses should provide goods and services that are safe and contribute to sustainability throughout their life cycle.
- Principle 3 : Businesses should promote the well-being of all employees.
- Principle 4 : Businesses should respect the interests of, and be responsive towards all stakeholders, especially those who are disadvantaged, vulnerable and marginalized.
- Principle 5 : Businesses should respect and promote human rights.
- Principle 6 : Businesses should respect, protect, and make efforts to restore the environment.
- Principle 7 : Businesses, when engaged in influencing public and regulatory policy, should do so in a responsible manner.
- Principle 8 : Businesses should support inclusive growth and equitable development.
- Principle 9 : Businesses should engage with and provide value to their customers and consumers in a responsible manner.

Indo National Ltd has always adhered to good business practices in all facets of its operations. It adopts sound corporate governance processes and procedures. The Company has been an ISO certified organization for several years. The Board of Directors has also adopted a Business Responsibility Policy (“BR Policy”) addressing the principles set out in the National Voluntary Guidelines on Social, Environmental and Economic Responsibilities of Business (NVGs). This policy is operationalized and supported by various other policies, procedures, guidelines and manuals.

(a) Details of Compliance (Reply Y/N)

S.No	Questions	P1	P2	P3	P4	P5	P6	P7	P8	P9
1	Do you have a policy/policies for	Y	Y	Y	Y	Y	Y	Y	Y	Y
2	Has the Policy been formulated in consultation with the relevant stakeholders?	Y	Y	Y	Y	Y	Y	Y	Y	Y
3	Does the policy conform to any national/ international standards?	Y	Y	Y	Y	Y	Y	Y	Y	Y
4	Has the policy been approved by the Board? If yes, has it been signed by MD/ owner/CEO/ appropriate Board Directors?	Y	Y	Y	Y	Y	Y	Y	Y	Y
5	Does the Company have a specified committee of the Board / Director / Official to oversee the implementation of the policy?	Y	Y	Y	Y	Y	Y	Y	Y	Y
6	Indicate the link for the policy to be viewed online?	www.nippo.in								
7	Has the policy been formally communicated to all relevant internal and external stakeholders?	Y	Y	Y	Y	Y	Y	Y	Y	Y
8	Does the Company have in-house structure to implement the policy/policies	Y	Y	Y	Y	Y	Y	Y	Y	Y
9	Does the Company have a grievance redressal mechanism related to the policy/policies to address stakeholders’ grievances related to the policy/policies?	Y	Y	Y	Y	Y	Y	Y	Y	Y
10	Has the Company carried out independent audit/evaluation of the working of this policy by an internal or external agency?	Y	Y	Y	Y	Y	Y	Y	Y	Y

3. Governance related to BR
 - (a) Indicate the frequency with which the Board of Directors, Committee of the Board or CEO to assess the BR performance of the Company. Within 3 months, 3-6 months, Annually, More than 1 year: Annually
 - (b) Does the Company publish a BR or a Sustainability Report? What is the hyperlink for viewing this report?
The BR reports of the company can be accessed through the link, <http://www.nippo.in>
How frequently it is published? : Annually

SECTION E: PRINCIPLE-WISE PERFORMANCE

Principle 1 : Business should conduct and govern themselves with Ethics, Transparency and Accountability

1. Does the policy relating to ethics, bribery and corruption cover only the company? Yes/No. Does it extend to the Group/Joint Ventures/Suppliers/Contractors/NGOs/Others?
Yes. The Policy relating to ethics, bribery and corruption covers the Company and its wholly owned subsidiary and subsidiaries.
2. How many stakeholder complaints have been received in the past financial year and what percentage was satisfactorily resolved by the management? If so, provide details thereof, in about 50 words or so.
During the financial year 2021-2022 there was no complaints received from the shareholders.

Principle 2 : Business should provide goods and services that are safe and contribute to sustainability throughout their life cycle

1. List up to 3 of your products or services whose design has incorporated social or environmental concerns, risks and/or opportunities.
1. AA Zinc Carbon Batteries 2. AAA Zinc Carbon Batteries 3. Furnace Operations
2. For each such product, provide the following details in respect of resource use (energy, water, raw material etc.) per unit of product (optional):
1. AA and AAA Zinc Carbon Batteries are mercury and cadmium free.
- (a) Reduction during sourcing/production/distribution achieved since the previous year throughout the value chain?
1. LPG (green fuel) /Solar power were used for furnace operations in lieu of electricity.
- (b) Reduction during usage by consumers (energy, water) has been achieved in the previous year?
Water consumption and energy consumption is monitored on daily basis and reviewed monthly and internal target is achieved.
3. Does the company have procedures in place for sustainable sourcing (including transportation)? (a) If yes, what percentage of your inputs was sourced sustainably? Also, provide details thereof, in about 50 words or so.
We have process to approve sources (like source identification, evaluation and approvals) to ensure sustainability and to meet environmental requirements. Only from approved sources, materials are being purchased.
4. Has the company taken any steps to procure goods and services from local & small producers, including communities surrounding their place of work? (a) If yes, what steps have been taken to improve their capacity and capability of local and small vendors?
Stores, Spares and packaging items are procured from local and small producers. The QC and Technical Team work together with the suppliers for improvements.
5. Does the company have a mechanism to recycle products and waste? If yes, what is the percentage of recycling of products and waste (separately as 10%). Also provide details thereof, in about 50 words or so.
1. Domestic and process waste water is treated and used for gardening. Maintaining Zero discharge.

- 2. Recyclable packing material and eco-friendly inks are used for packing.
- 3. Paper and plastic waste are disposed to authorised re-cyclers.
- 4. Actions are initiated to reduce plastic consumption.

Principle 3 : Business should promote the well-being of all employees

- 1. Total number of employees : 1291
- 2. Total number of employees hired on temporary/contractual/casual basis (in the FY 2021-22) : 517 (contract)
- 3. Number of permanent women employees : 15
- 4. Number of permanent employees with disabilities : Nil
- 5. Do you have an employee association that is recognized by management : Yes 2 Unions
- 6. What percentage of your permanent employees are members of this recognized employee association? : Around 12.54%
- 7. Number of complaints relating to child labour, forced labour, involuntary labour, sexual harassment in the last financial year and pending, as on the end of the financial year. :

No.	Category	No. of complaints filed during the Financial year	No. of complaints pending at the end Financial year
1	Child labour / forced labour / involuntary labour	Nil	Nil
2	Sexual harassment	Nil	Nil
3	Discriminatory employment	Nil	Nil

- 8. What percentage of your under mentioned employees were given safety & skill up gradation training in the last year? : Permanent employees/
woman employees - fully
Contract employees - fully
Employees with disabilities – N.A

Principle 4 : Business should respect the interests of and be responsive towards all stakeholders, especially those who are disadvantaged,vulnerable and marginalised

- 1. Has the company mapped its internal and external stakeholders? : Yes
- 2. Out of the above, has the company identified the disadvantaged, vulnerable & marginalized stakeholders : Yes
- 3. Are there any special initiatives taken by the company to engage with the disadvantaged, vulnerable and marginalized stakeholders? If so, provide detailsthereof, in about 50 words or so. : The Company has taken several initiatives includes food to children, slum families, provide education to all and Woman empowerment.

Principle 5 : Business should respect and promote human rights

1. Does the policy of the company on human rights cover only the company or extend to the Group/Joint ventures/Suppliers/Contractors/NGOs/Others?

Yes. While the Company's human resource policies are intended to ensure adherence with applicable labour laws governing work place practices, contractual obligations are also stipulated in engagements with suppliers and contractors on compliance with applicable regulations.

2. How many stakeholder complaints have been received in the past financial year and what percent was satisfactorily resolved by the management?: Nil

Principle 6 : Business should respect, protect and make efforts to restore the environment:

1. Does the policy related to Principle 6 cover only the company or extends to the Group/Joint ventures/Suppliers/Contractors/NGOs/others.

Your Company's EHS Policy covers all manufacturing plants of the company and scope extends to employees, contractors and customers. The policy addresses compliance with legal, statutory, regulatory and customer specific requirements related to environment, health and safety.

2. Does the company have strategies/initiatives to address global environmental issues such as climate change, global warming, etc.? Y/N If yes, please give hyperlink for webpage etc.

Refer Annexure 'A' to the Board's Report.

3. Does the company identify and assess potential environmental risks? : Risks and their appropriate mitigations are reviewed and revised on an on-going basis. The Company also conducts Safety, Health and Environment Audits annually.

4. Does the company have any project related to Clean Development Mechanism? If so, provide details thereof, in about 50 words or so Also, if Yes, whether any environmental compliance report is filed?

The Company provides saplings on Environment Day.

5. Has the company undertaken any other initiatives on – clean technology, energy efficiency, renewable energy, etc. Y/N. If yes, please give hyperlink for web page etc.

Yes, refer to Annexure A of the Board's Report.

6. Are the Emissions/Waste generated by the company within the permissible limits given by CPCB/SPCB for the financial year being reported?

Yes, it is within permissible limits given by CPCB/SPCB for the F Y 2020-21.

7. Number of show cause/legal notices received from CPCB/SPCB which are pending (i.e. not resolved to satisfaction) as on end of Financial Year: Nil

Principle 7 : Business, when engaged in influencing public and regulatory policy, should do so in a responsible manner

1. Is your company a member of any trade and chamber or association? If Yes, Name only those major ones that your business deals with:

Yes, like Confederation of Indian Industries (CII), Andhra Chamber of Commerce (ACC), Indian Chamber of Commerce (ICC) etc.

2. Have you advocated/lobbied through above associations for the advancement or improvement of public good?

The Company participates in the meeting and provide suggestion as required.

Principle 8 : Business should support inclusive growth and equitable development

1. Does the company have specified programmes/initiatives/projects in pursuit of the policy related to Principle 8? If yes details thereof.

The Company has constituted a Corporate Social Responsibility Committee. Based on the CSR Committee's recommendation, the Board has approved a CSR policy. Details of the policy and the programmes undertaken are given in the CSR Report. (Annexure D to the Board's Report).

2. Are the programmes/projects undertaken through in-house team/own foundation/external NGO/government structures /any other organization?

The CSR projects or programmes are implemented directly as well as through implementing agencies as may be required.

3. Have you done any impact assessment of your initiative? : Yes

4. What is your company's direct contribution to community development projects - Amount in INR and the details of the projects undertaken.

Refer Annexure D to the Board's Report.

5. Have you taken steps to ensure that this community development initiative is successfully adopted by the community? : Yes

Principle 9 : Business should engage with and provide value to their customers and consumers in a responsible manner

1. What percentage of customer complaints/consumer cases are pending as on the end of financial year?

All consumer complaints received during the financial year have been redressed.

2. Does the company display product information on the product label, over and above what is mandated as per local laws? Yes/No/N.A. /Remarks (additional information)

Yes, the Company displays all requisite product information and safety guidance on the product labels.

3. Is there any case filed by any stakeholder against the company regarding unfair trade practices, irresponsible advertising and/or anti-competitive behaviour during the last five years and pending as on end of financial year. If so, provide details thereof, in about 50 words or so.

The Competition Commission of India ("CCI"), on suo-motu case, has imposed penalty of Rs. 4226.00 Lakhs on the Company vide Order dated April 19, 2018 on certain zinc carbon dry cell battery Manufacturers, concerning contravention of the Competition Act, 2002. On an appeal and stay application filed by the Company before the National Company Law Appellate Tribunal, New Delhi, (NCLAT) against the CCI's said Order, the NCLAT has vide its order dated May 9, 2018, stayed the penalty with the direction of depositing 10% of the penalty amount with the Registry of the NCLAT. The same has duly been complied with.

4. Did your company carry out any consumer survey/consumer satisfaction trends? : Yes

INDEPENDENT AUDITOR'S REPORT**THE MEMBERS OF INDO-NATIONAL LIMITED****Report on the Audit of the Standalone Financial Statements****Opinion**

We have audited the accompanying standalone financial statements of Indo National Limited ("the Company"), which comprise the balance sheet as at March 31, 2022, the Statement of Profit and Loss, including the Statement of Other Comprehensive Income, the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and notes to the standalone financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by The Companies Act, 2013, as amended ("the Act") in the manner so required and give a true and fair view in conformity with accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, its profit including other comprehensive loss, its cash flows and the changes in equity for the year ended on that date.

Basis for Opinion

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

Emphasis of Matter

We draw attention to Note No. 28.16 to the Standalone financial statements, which describes the Management's assessment of the uncertainties and the impact of COVID-19 pandemic on the Company's operations and the financial results. The Management has assessed that there is no material impact on the financial statements due to lockdown and related restrictions imposed towards controlling the COVID-19 pandemic. Our opinion is not modified in respect of this matter.

Key Audit Matters

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

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

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexure to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the Standalone Financial Statements and our auditor's report thereon. Our opinion on the Standalone Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audit of the Standalone Financial Statements, our responsibility is to read the other information and, in doing so,

consider whether the other information is materially inconsistent with the Standalone Financial Statements, or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Managements' Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these Standalone Financial Statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Standalone Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error. In preparing the Standalone Financial Statements, management 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 charged with governance are also responsible for overseeing the Company's financial reporting process.

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

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

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

- 1 Identify and assess the risks of material misstatement of the Standalone Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to standalone financial statements in place and the operating effectiveness of such controls.

3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Standalone Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
5. Evaluate the overall presentation, structure and content of the Standalone Financial Statements, including the disclosures, and whether the Standalone Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's report) Order, 2020 ("the Order") issued by the Central Government of India in terms of subsection (11) of section 143 of the Act, we give in the "**Annexure A**" a statement on the matters specified in paragraphs 3 and 4 of the Order.

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

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- c) The Balance Sheet, the Statement of Profit and Loss including the Statement of Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
- d) In our opinion, the aforesaid Standalone Financial Statements comply with the Accounting Standards specified under Section 133 of the Act., read with Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time;

- e) On the basis of the written representations received from the directors as on March 31, 2022 taken on record by the Board of Directors, none of the directors are disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164(2) of the Act.
- f) With respect to the adequacy of the internal financial controls with reference to standalone financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in **"Annexure B"**.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirement of section 197(16) of the Act:

In our opinion, the managerial remuneration for the year ended March 31, 2022 has been paid/ provided by the Company to its directors in accordance with the provisions of section 197 read with Schedule V to the 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, as amended, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its Standalone Financial Statements Note:28.1 to the Standalone Financial Statements;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses as on March 31, 2022;
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
 - iv.
 - a) The management has represented to us that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - b) The management has represented to us that, to the best of its knowledge and belief, no funds have been received by the company from any person(s) or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
 - c) Based on our audit procedures that are considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e) as provided under paragraph 2(h) (iv)(a) &(b) above, contain any material mis-statement.
 - v.
 - a) The final dividend proposed in the previous year, declared and paid by the Company during the year is in accordance with Section 123 of the Act, as applicable.

- b) The Board of Directors of the Company have proposed final dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting. The amount of dividend proposed is in accordance with section 123 of the Act, as applicable.

Place: Chennai
Date : 27th May, 2022

For G Balu Associates LLP
Chartered Accountants
FRN : 000376S/S200073
Raja Gopalan. B
Partner (M.No.217187)
UDIN:22217187AJRXHR2838

Annexure A to the Independent Auditor's Report

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of the Company of even date)

- i. a) A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
B) The Company has maintained proper records showing full particulars of intangibles assets.
- b) The property, plant and equipment were physically verified during the year by the Management in accordance with a regular programme of verification which, in our opinion, provides for physical verification of all the property, plant and equipment at reasonable intervals. According to the information and explanation given to us, no material discrepancies were noticed on such verification.
- c) The title deeds of all the immovable properties are held in the name of the Company.
- d) The Company has not revalued its Property, Plant and Equipment or intangible assets during the year ended March 31, 2022.
- e) According to information and explanations given to us and on the basis of our examination of the records of the Company, there are no proceedings initiated or are pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.
- ii. a) The management has conducted physical verification of inventory at reasonable intervals during the year and no material discrepancies were noticed. In our opinion, the frequency of verification by the management is reasonable and the coverage and procedure for such verification is appropriate.
- b) The Company has been sanctioned working capital limits in excess of Rs. five crores in aggregate from banks and/or financial institutions during the year on the basis of security of current assets of the Company. The quarterly returns/statements filed by the Company with such banks and financial institutions are in agreement with the books of accounts of the Company.
- iii. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any investments in, provided guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to

companies, firms, limited liability partnerships or any other parties during the year. Accordingly, provisions of clauses 3(iii)(a) to 3(iii) (d) & (f) of the Order are not applicable to the Company.

- e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there is no loan or advance in the nature of loan granted falling due during the year, which has been renewed or extended or fresh loans granted to settle the overdue of existing loans given to same parties.
- iv. In our opinion, and according to the information and explanations given to us, there are no loans, investments, guarantees, security being made /provided by the company during the year, in respect of which provisions of sections 185 and 186 of The Companies Act, 2013 are applicable and accordingly, the requirement to report on clause 3(iv) of the Order is not applicable to the Company.
- v. The Company has neither accepted any deposits from the public nor accepted any amounts which are deemed to be deposits within the meaning of sections 73 to 76 of The Companies Act, 2013 and the rules made thereunder, to the extent applicable. Accordingly, the requirement to report on clause 3(v) of the Order is not applicable to the Company.
- vi. We have broadly reviewed the books of account maintained by the Company pursuant to the rules made by the Central Government for the maintenance of cost records under section 148(1) of The Companies Act, 2013, and are of the opinion that prima facie, the specified accounts and records have been made and maintained. We have not, however, made a detailed examination of the same.
- vii. a) According to the information and explanations given to us and the records of the Company examined by us, the Company is generally regular in depositing with appropriate authorities undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, duty of customs and other statutory dues applicable to it.
- According to the information and explanations given to us and based on audit procedures performed by us, no undisputed amounts payable in respect of these statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.
- b) According to the information and explanations given to us and the records of the Company examined by us, the statutory dues related to goods and services tax, provident fund, employees' state insurance, sales-tax, service tax, duty of custom, duty of excise, value added tax, cess, and other statutory dues have not been deposited on account of any dispute, are as follows:

Nature of the statute	Nature of dues	Amount (in Lakhs)	Period to which the amounts relates	Forum where dispute is pending
Income Tax Act, 1961	Income Tax	24.84	2015-16	Commissioner of Income Tax (Appeals)
Income Tax Act, 1961	Income Tax	275.18	2016-17	Commissioner of Income Tax (Appeals)
The Central Sales Tax Act, 1956	Central Sales Tax	2.15	2000-01	First Sales Tax Appellate Authority
The Central Sales Tax Act, 1956	Central Sales Tax (BARGARH Disputed Sales Tax)	3.65	2005-06 01.04.2005-31.10.2006	First Sales Tax Appellate Authority
The Central Sales Tax Act, 1956	Central Sales Tax (Disputed PF)	2.53	01.11.2006-30.06.2009	First Sales Tax Appellate Authority

- viii. According to the information and explanations given to us, the Company has not surrendered or disclosed any transaction, previously unrecorded in the books of account, in the tax assessments under the Income Tax Act, 1961(43 of 1961) as income during the year. Accordingly, the requirement to report on clause 3(viii) of the Order is not applicable to the Company.
- ix. a) According to the information and explanations given to us, The Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.
 b) According to the information and explanations given to us, the Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
 c) According to the information and explanations given to us, in our opinion and according to the information and explanations given to us by the management, term loans were applied for the purpose for which the loans were obtained.
 d) On an overall examination of the financial statements of the Company and according to the information and explanations given to us,, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.
 e) According to the information and explanations given to us and on an overall examination of the financial statements of the company, we report that the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures as defined under The Companies Act, 2013.
 f) According to the information and explanations given to us and procedures performed by us, we report that the company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies (as defined under The Companies Act, 2013). Hence, the requirement to report on clause (ix)(f) of the Order is not applicable to the Company.
- x. a) According to the information and explanations given to us, the Company has not raised any money during the year by way of initial public offer / further public offer (including debt instruments) hence, the requirement to report on clause 3(x)(a) of the Order is not applicable to the Company.
 b) According to the information and explanations given to us, the Company has not made any preferential allotment or private placement of shares / fully or partially or optionally convertible debentures during the year under audit and hence, the requirement to report on clause 3(x)(b) of the Order is not applicable to the Company.
- xi. a) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud by the Company or on the Company, noticed or reported during the year, nor have we been informed of any such case by the Management.
 b) During the year, no report under sub-section (12) of section 143 of The Companies Act, 2013 has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this report.
 c) As represented to us by the management, there are no whistleblower complaints received by the Company during the year.
- xii. The Company is not a Nidhi Company as per the provisions of The Companies Act, 2013. Therefore, the requirement to report on clause 3(xii)(a) (b) & (c) of the Order is not applicable to the Company.
- xiii. In our opinion and according to the information and explanations given to us, transactions with the related parties are in compliance with sections 177 and 188 of The Companies Act, 2013 where applicable and the details have been disclosed in the notes to the financial statements, as required by the applicable accounting standards.

- xiv. a) As represented to us by the management, the Company has an internal audit system commensurate with the size and nature of its business.
b) We have considered, the internal audit reports for the year under audit, issued to the Company during the year and till date, indetermining the nature, timing and extent of our audit procedures.
- xv. In our opinion, during the year, the Company has not entered into any non-cash transactions with its Directors or persons connected with its directors and hence provisions of section 192 of The Companies Act, 2013 are not applicable to the Company.
- xvi. a) The provisions of section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934) are not applicable to the Company. Accordingly, the requirement to report on clause (xvi)(a) of the Order is not applicable to the Company.
b) As represented to us by the management, the Company has not conducted any Non-Banking Financial or Housing Finance activities without obtained a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.
c) To the best of our knowledge, the Company is not a Core Investment Company as defined in the regulations made by Reserve Bank of India. Accordingly, the requirement to report on clause 3(xvi)(c) of the Order is not applicable to the Company.
d) As represented to us by the management, there is one core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016), which continues to fulfil the criteria of a core investment company.
- xvii. The Company has not incurred cash losses in the current financial year and in the immediately preceding financial year.
- xviii. There has been no resignation of the statutory auditors during the year and accordingly requirement to report on Clause 3(xviii) of the Order is not applicable to the Company.
- xix. According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.
- xx. a) In our opinion and according to the information and explanations given to us, in respect of other than ongoing projects, there are no unspent amounts that are required to be transferred to a fund specified in Schedule VII of The Companies Act, 2013 ("the Act"), in compliance with second proviso to sub section 5 of section 135 of the Act.
b) In our opinion and according to the information and explanations given to us, there are no unspent amounts in respect of ongoing projects, that are required to be transferred to a special account in compliance of provision of sub section (6) of section 135 of The Companies Act, 2013.

For G Balu Associates LLP
Chartered Accountants
FRN : 000376S/S200073
Raja Gopalan. B
Partner (M.No.217187)
UDIN:22217187AJRXHR2838

Place: Chennai
Date : 27th May, 2022

Annexure B to the Independent Auditor’s Report of even date on the Standalone Financial Statements of Indo-National Limited

(Referred to in paragraph 2 (f) under ‘Report on Other Legal and Regulatory Requirements’ section of our report to the Members of even date)

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

We have audited the internal financial controls with reference to standalone financial statements of Indo National Limited (“the Company”) as of March 31, 2022 in conjunction with our audit of the Standalone Financial Statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

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

Auditor’s Responsibility

Our responsibility is to express an opinion on the internal financial controls with reference to standalone financial statements 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 prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls and both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to standalone financial statements was established and maintained and if such controls operated effectively in all material respects.

An audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to standalone financial statements and their operating effectiveness. Our audit of internal financial controls with reference to standalone financial statements included obtaining an understanding of internal financial controls with reference to standalone financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgement, including the assessment of the risks of material misstatement of the Standalone Financial Statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company’s internal financial controls with reference to standalone financial statements.

Meaning of Internal Financial Controls with reference to standalone financial statements

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

Inherent Limitations of Internal Financial Controls with reference to standalone financial statements

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

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls with reference to standalone financial statements and such internal financial controls with reference to standalone financial statements were operating effectively as at March 31, 2022, based on the internal control 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.

Place: Chennai
Date : 27th May, 2022

For G Balu Associates LLP
Chartered Accountants
FRN : 000376S/S200073
Raja Gopalan. B
Partner (M.No.217187)
UDIN:22217187AJRXHR2838

**STANDALONE
BALANCE SHEET**
as at March 31, 2022

(Rs. in Lakhs)

Particulars	Note No.	Balance as at 31.03.2022	Balance as at 31.03.2021
I. ASSETS			
1 Non-current Assets			
(a) Property, plant and equipment	3A	11,145.50	7,085.80
(b) Capital work in progress	3B	24.00	3.50
(c) Other Intangible assets	4	12.62	18.15
(d) Financial Assets			
(i) Investments	5A	4,651.52	4,651.52
(ii) Other Financial Assets	5B	47.98	47.93
(e) Other non-current assets	6	1,906.75	1,743.28
Total Non-current Assets		17,788.37	13,550.18
2 Current Assets			
(a) Inventories	7	9,181.54	6,354.00
(b) Financial Assets			
(i) Trade receivables	8A	3,252.71	8,777.42
(ii) Cash and cash equivalents	8B	17.88	1,604.62
(iii) Bank balances other than above	8C	119.74	154.02
(iv) Loans	8D	1,097.51	1,381.49
(v) Other Financial assets	8E	360.13	313.05
(c) Current Tax Assets (Net)	9	302.57	195.06
(d) Other current assets	10	1,410.47	1,413.38
Total Current Assets		15,742.55	20,193.04
TOTAL ASSETS (1 + 2)		33,530.92	33,743.22
II. EQUITY AND LIABILITIES			
1 Equity			
(a) Equity share capital	11	375.00	375.00
(b) Other Equity	12	22,468.46	22,661.71
Total Equity		22,843.46	23,036.71
2 Non-Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	13	623.89	851.06
(b) Provisions	14	939.49	845.05
(c) Deferred tax liabilities (Net)	15	1,727.29	1,780.29
Total Non-Current Liabilities		3,290.67	3,476.40
3 Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	16A	3,190.55	2,008.71
(ii) Trade payables	16B		
a. Total outstanding dues of micro enterprises and small enterprises		294.45	511.09
b. Total outstanding dues of creditors other than micro enterprises and small enterprises		2,430.58	2,857.13
(iii) Other financial liabilities	16C	32.74	45.01
(b) Other current liabilities	17	805.73	943.65
(c) Provisions	14	642.74	864.52
Total Current Liabilities		7,396.79	7,230.11
TOTAL EQUITY AND LIABILITIES		33,530.92	33,743.22

See accompanying notes forming part of the financial statements

As per our Report attached

For **G BALU ASSOCIATES LLP**
Chartered Accountants
FRN : 000376S/S200073

RAJA GOPALAN B
Partner (M No.217187)

Place : Chennai

Date : 27th May, 2022

N. RAMESH RAJAN
Chairman

C.R. SIVARAMAKRISHNAN
Chief Financial Officer

For and on behalf of the Board of Directors

P. DWARAKNATH REDDY
Managing Director

R.P. KHAITAN
Joint Managing Director

J. SRINIVASAN
Company Secretary

**STANDALONE
STATEMENT OF PROFIT & LOSS**

for the year ended March 31, 2022

(Rs. in Lakhs)

Particulars	Note No.	For the Year ended March 31, 2022	For the Year ended March 31, 2021
I. Revenue from operations	18	36,827.08	38,675.13
II. Other Income	19	1,468.93	2,106.90
III. Total Income (I+II)		38,296.01	40,782.03
IV. Expenses			
(a) Cost of materials consumed	20	14,638.56	15,557.94
(b) Purchases of Stock-in-Trade - Traded goods	21	9,685.69	7,358.13
(c) Changes in inventories of finished goods Work-in-progress and stock-in-trade	22	(1,220.08)	(333.46)
(d) Employee benefits expenses	23	5,648.94	5,382.61
(e) Finance costs	24	250.11	408.25
(f) Depreciation and amortization expenses	25	572.62	534.65
(g) Other expenses	26	7,659.92	7,308.78
Total Expenses		37,235.76	36,216.90
V. Profit before Exceptional items and tax (III-IV)		1,060.25	4,565.13
VI. Exceptional items		-	-
VII. Profit before tax (V -/+ VI)		1,060.25	4,565.13
VIII. Less : Tax expenses			
a. Current tax	27	324.00	1,272.00
b. Deferred tax		(42.00)	(102.00)
IX. Profit for the year (VII-VIII)		778.25	3,395.13
X. Other Comprehensive Income			
Items that will not be reclassified to profit or loss			
- Remeasurements of post-employment benefit obligations		(45.00)	(126.00)
- Tax relating to the above		11.00	31.00
Other Comprehensive Income (Net of Taxes)		(34.00)	(95.00)
XI. Total Comprehensive Income for the period (Comprising profit and other comprehensive income)		744.25	3,300.13
XII. Earnings per share (of Rs.5/- each)			
a. Basic (in Rs.)		10.38	45.27
b. Diluted (in Rs.)		10.38	45.27

See accompanying notes forming part of the financial statements

As per our Report attached

For **G BALU ASSOCIATES LLP**
Chartered Accountants
FRN : 000376S/S200073

RAJA GOPALAN B
Partner (M No.217187)

Place : Chennai

Date : 27th May, 2022

N. RAMESH RAJAN
Chairman

C.R. SIVARAMAKRISHNAN
Chief Financial Officer

For and on behalf of the Board of Directors

P. DWARAKNATH REDDY
Managing Director

R.P. KHAITAN
Joint Managing Director

J. SRINIVASAN
Company Secretary

**STANDALONE
STATEMENT OF CASH FLOW**

for the year ended March 31, 2022

(Rs. in Lakhs)

Particulars	For the Year ended March 31, 2022	For the Year ended March 31, 2021
A. Cash flow from operating activities		
Profit before Income Tax	1,060.25	4,565.13
Adjustments for:		
Depreciation and amortisation expenses	572.62	534.65
Sale of Property, Plant and Equipment	(4.64)	20.11
Interest income	(1,292.77)	(1,979.52)
Finance costS	250.11	408.25
Operating profit before working capital changes	585.57	3,548.62
Changes in operating assets and liabilities		
(Increase) / decrease in Financial assets & other current assets	(2.34)	(1,026.08)
(Increase) / decrease in Trade receivables	5,524.71	(2,580.00)
(Increase) / decrease in Inventories	(2,827.54)	(1,086.77)
Increase / (Decrease) in Trade payables	(643.19)	21.99
Increase/ (decrease) in provisions and other liabilities (including financial liabilities)	(327.87)	987.40
Changes in working capital	1,723.77	(3,683.46)
Cash generated from operations	2,309.34	(134.84)
Less : Income tax paid (Net of Refunds)	(431.51)	(812.56)
Net cash from / (used in) operating activities (A)	1,877.83	(947.40)
B. Cash flow from investing activities		
Purchase of Property, Plant and Equipment (Including Changes in Capital Work-in-progress)	(4,632.84)	(290.55)
Sale proceeds of Property, Plant and Equipment	10.32	43.80
Proceeds from repayment of Loans	270.00	-
Interest received	1,120.89	1,640.70
Net cash from / (used in) investing activities (B)	(3,231.63)	1,393.95
C. Cash flow from financing activities		
Proceeds short term borrowings	1,900.00	1,500.00
Repayment of Short term borrowings	(718.16)	(2,576.94)
Proceeds from / (repayment of) Long term borrowings	(227.17)	890.00
Dividends paid (including dividend distribution tax)	(937.50)	(187.50)
Finance cost paid	(250.11)	(408.25)
Net cash from (used in) financing activities (C)	(232.94)	(782.69)
(i) Net increase/(decrease) in Cash and cash equivalents (A+B+C)	(1,586.74)	(336.14)
(ii) Cash and cash equivalents at the beginning of the year	1,604.62	1,940.76
Cash and cash equivalents at the end of the year	17.88	1,604.62

The accompanying notes are an integral part of these financial statements

As per our Report attached

For **G BALU ASSOCIATES LLP**
Chartered Accountants
FRN : 000376S/S200073

RAJA GOPALAN B
Partner (M No.217187)

Place : Chennai

Date : 27th May, 2022

N. RAMESH RAJAN
Chairman

C.R. SIVARAMAKRISHNAN
Chief Financial Officer

P. DWARAKNATH REDDY
Managing Director

R.P. KHAITAN
Joint Managing Director

J. SRINIVASAN
Company Secretary

For and on behalf of the Board of Directors

**STANDALONE
STATEMENT OF CHANGES IN EQUITY**

for the year ended March 31, 2022

(Rs. in Lakhs)

a) EQUITY SHARE CAPITAL	No. of Shares in Lakhs	Value of Shares
Balance as at April 1, 2020 (37.50 Lakh Equity shares of Rs.10/- each)	37.50	375.00
Changes in equity share capital during the year	0.00	0.00
Balance as at April 1, 2021	37.50	375.00
Shares extinguished on spitting of shares (Refer note below)	(37.50)	0.00
Issue of share capital during the year	0.00	0.00
75.00 Lakhs Equity shares @ Rs.5/- each during the year on spitting (Refer note below)	75.00	0.00
Balance as at March 31, 2022 (75.00 Lakhs Equity shares @ Rs.5/- each)	75.00	375.00

Note : During the financial year 2021-22 one equity share of face value of Rs.10/- each was split into two equity shares of Rs.5/- each fully paid up.

b) OTHER EQUITY

PARTICULARS	RESERVES & SURPLUS		
	GENERAL RESERVE	RETAINED EARNINGS	
Balance as at April 1, 2020	19,257.82	291.26	19,549.08
Profit for the year (Incl. Other Comprehensive Income)	-	3,300.13	3,300.13
Transfer to General Reserve	2,500.00	(2,500.00)	-
Payment of Dividend FY 2019-20	-	(187.50)	(187.50)
Balance as at March 31, 2021	21,757.82	903.89	22,661.71
Profit for the year (Incl. Other Comprehensive Income)	-	744.25	744.25
Transfer to General reserve	-	-	-
Payment of Dividend FY 2020-21	-	(937.50)	(937.50)
Balance as at March 31, 2022	21,757.82	710.64	22,468.46

See accompanying notes forming part of the financial statements.

As per our Report attached

For **G BALU ASSOCIATES LLP**
Chartered Accountants
FRN : 000376S/S200073

RAJA GOPALAN B
Partner (M No.217187)
Place : Chennai
Date : 27th May, 2022

N. RAMESH RAJAN
Chairman

C.R. SIVARAMAKRISHNAN
Chief Financial Officer

For and on behalf of the Board of Directors

P. DWARAKNATH REDDY
Managing Director

R.P. KHAITAN
Joint Managing Director

J. SRINIVASAN
Company Secretary

STANDALONE NOTES FORMING PART OF FINANCIAL STATEMENTS

1. CORPORATE INFORMATION:

Indo National Limited ("The Company") is a public limited Company domiciled in India and incorporated under the provisions of Companies Act, 1956 and has its registered office in Chennai. The Company is in the business of manufacture and marketing of batteries, torches, LED products, mosquito bats, Electrical accessories and Razors & Blades. Nippo is the first Indian dry battery company to have been certified with ISO 9001 and ISO 14001 international standards and has the ISI mark of quality on all its batteries. Nippo has 29 depots across India and has distribution network with over 4874 stockiest PAN India.

2. SIGNIFICANT ACCOUNTING POLICIES:

2.1 Statement of compliance

In accordance with the notification issued by the Ministry of Corporate Affairs, the financial statements of the Company have been prepared in accordance with the Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 and presentation requirements of Division II of Schedule III to the Companies Act, 2013, (Ind AS compliant Schedule III), as applicable to the Standalone Financial Statements.

2.2 Basis of accounting and preparation of financial statements

The standalone financial statements have been prepared on the historical cost convention under accrual basis of accounting except for certain financial instruments and defined benefit plan (plan assets measured at fair value) that are measured at fair values at the end of each reporting period.

2.2.1 Measurement of Fair values

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability, if market participants would take those characteristics into account, when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in these financial statements is determined on such a basis, except for leasing transactions that are within the scope of Ind AS 116, and measurements that have some similarities to fair value but are not fair value, such as net realizable value in Ind AS 2 or value in use in Ind AS 36.

In addition, for financial reporting purposes, fair value measurement are categorized into level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurements in its entirety, which are described as follows :

- (i) Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the Company can access at the measurement date;
- (ii) Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly and
- (iii) Level 3 inputs are unobservable inputs for the asset or liability.

STANDALONE NOTES FORMING PART OF FINANCIAL STATEMENTS

2.3 Use of estimates and judgement

The preparation of the financial statements in conformity with Ind AS requires the management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognized in the periods in which the results are known / materialise. Estimates have been used in provision for employee benefits and useful lives of property, plant and equipment.

2.4 Property, plant and equipment

Property, plant and equipment are carried at cost less accumulated depreciation and impairment losses, if any. The cost of property, plant and equipment comprises its purchase price net of any trade discounts and rebates, any import duties and other taxes (other than those subsequently recoverable from the tax authorities), any directly attributable expenditure on making the asset ready for its intended use, other incidental expenses and interest on borrowings attributable to acquisition of qualifying property, plant and equipment up to the date the asset is ready for its intended use. Subsequent expenditure on property, plant and equipment after its purchase / completion is capitalized only if such expenditure results in an increase in the future benefits from such asset beyond its previously assessed standard of performance. Property, plant and equipment acquired and put to use for project purpose are capitalized and depreciation thereon is included in the project cost till the project is ready for its intended use.

2.4.1 Depreciation

Property, Plant and equipment has been provided on the straight-line method on imported body maker and bag makers, other projects under plant and equipments on assets relating to 3D Project (I line), 3U Unit (New line), 4U Units (New lines), roads laid in factory and solar plant and written down value method on all other tangible assets as per the useful life prescribed in Schedule II to the Companies Act, 2013. Motor car purchased under new block is depreciated over 4 years. Depreciation methods, useful lives and residual values are reviewed periodically, including at each financial year end. Some of the fixed assets are depreciated over its useful life on the basis of the technical certificate received by the company.

2.5 Intangible Assets

Intangible assets with finite useful lives that are acquired separately are carried at cost less accumulated amortization and accumulated impairment losses. Amortization is recognised on a straight-line basis over their estimated useful lives. The estimated useful life and amortization method are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on a prospective basis. Intangible assets with indefinite useful lives that are acquired separately are carried at cost less accumulated impairment losses. Intangible assets are amortized over their useful life.

2.5.1 Intangible assets under development

The Company expenses costs incurred during research phase to profit or loss in the year in which they are incurred. Development phase expenses are initially recognised as intangible assets under development until the development phase is complete, upon which the amount is capitalised as intangible asset.

STANDALONE NOTES FORMING PART OF FINANCIAL STATEMENTS

2.6 Impairment of tangible and intangible assets

The carrying values of assets / cash generating units at each balance sheet date are reviewed for impairment if any indication of impairment exists.

If the carrying amount of the assets exceed the estimated recoverable amount, impairment is recognized for such excess amount. The impairment loss is recognized as an expense in the Statement of Profit and Loss, unless the asset is carried at revalued amount, in which case any impairment loss of the revalued asset is treated as a revaluation decrease to the extent a revaluation reserve is available for that asset.

The recoverable amount is the greater of the fair value less costs of disposal and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor, that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted. When there is indication that an impairment loss recognized for an asset (other than a revalued asset) in earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognized in the Statement of Profit and Loss, to the extent the amount was previously charged to the Statement of Profit and Loss. In case of revalued assets such reversal is not recognized.

2.7 Inventories

Inventories are valued at the lower of cost (on FIFO basis) and net realisable value after providing for obsolescence and other losses, where considered necessary. Cost includes all charges in bringing the goods to the point of sale including octroi and other levies, transit insurance and receiving charges. Finished goods and work in progress include apportionment of overheads. Net realisable value is the estimated selling price less estimated costs for completion and sale.

Raw materials including components, finished goods, work in process, stock in trade, material in transit, packing materials and stores & spares have been valued at lower of cost and estimated net realizable value. Cost is computed under FIFO method. Moulds, dies and tools, developed in house for specific customer application are classified as 'Composite tooling' based on technical consideration. These are shown in balance sheet based upon technical and economic evaluation carried out by independent valuers but not exceeding the cost thereof. In case the technical or economic factors underlying the valuation undergo material or adverse changes, appropriate write down is made in the year of such adverse change. Material in transit is valued at cost.

2.8 Foreign currency transactions and translations

The functional currency of the Company is Indian rupee (INR).

Foreign currency transactions are initially recorded at the spot rates on the date of the transactions. Monetary assets and liabilities related to foreign currency transactions remaining unsettled at the end of the year are translated at year-end rates. Non-monetary items denominated in other currencies and that are measured in terms of historical cost are translated at the exchange rates prevailing on the dates on which such values are determined. The difference in translation of monetary assets and liabilities and realised gains and losses on foreign currency transactions are recognized in the Statement of Profit and Loss.

2.9 Financial instruments

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument. Financial assets and liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial

STANDALONE NOTES FORMING PART OF FINANCIAL STATEMENTS

assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value measured on initial recognition of financial asset or financial liability. The transaction costs directly attributable to the acquisition of financial assets and financial liabilities at fair value through profit and loss are immediately recognised in the Statement of Profit and Loss.

Effective interest method

The effective interest method is a method of calculating the amortised cost of a financial instrument and of allocating interest income or expense over the relevant period. The effective interest rate is the rate that exactly discounts future cash receipts or payments through the expected life of the financial instrument, or where appropriate, a shorter period.

2.9.1 Financial assets

Classification

The Company classifies its financial assets in the following measurement categories:

- (i) those measured at amortised cost and
- (ii) those to be measured subsequently at fair value through profit and loss.

(a) Financial assets at amortised cost:

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

(b) Financial assets at fair value through profit or loss:

Financial assets are measured at fair value through profit or loss where it is not measured at amortised cost.

(c) Investment in subsidiaries:

Investment in subsidiaries are measured at cost as per Ind AS 27 - Separate Financial Statements.

(d) Impairment of financial assets

The financial assets will be tested for impairment at each reporting date. Loss allowance for expected credit losses will be recognised for financial assets measured at amortised cost, if any.

(e) Derecognition of financial assets

The Company derecognizes a financial asset only when the contractual rights to the cash flows from the asset expire.

2.9.2 Financial liabilities and equity

Classification

Financial liabilities and equity instruments issued by the Company are classified according to the substance of the contractual arrangements entered into and the definitions of a financial liability and an equity instrument:

(a) Equity instruments

An equity instrument is any contract that evidences a residual interest in the assets of the Company after deducting all of its liabilities. Equity instruments are recorded at the proceeds received, net of direct issue costs.

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(b) Financial Liabilities

Financial liabilities are measured at amortised cost using the effective interest rate method. Trade and other payables maturing within one year from the balance sheet date is measured at carrying amount since the carrying amount approximates the fair value to short term maturity of these instruments.

(c) Derecognition of financial liabilities

The Company derecognizes financial liabilities only when the Company's obligations are discharged, cancelled or they expire.

2.10 Cash and cash equivalents

Cash comprises of cash in hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

Bank overdraft and cash credit are also considered as part of cash and cash equivalents for the purpose of Statement of Cash Flows as they form part of cash management system.

2.11 Revenue recognition

(a) Sale of goods

The Company recognizes revenue from sale of goods measured at the fair value of the consideration received or receivable, upon satisfaction of performance obligation which is at a point in time when control of the goods is transferred to the customer, generally on delivery of the goods.

(b) Interest income

Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

(c) Insurance Claims

Insurance claims are accounted for on the basis of claims admitted and to the extent that the amount recoverable can be measured reliably and it is reasonable to expect ultimate collection.

2.12 Employee benefits

2.12.1 Retirement benefit costs and termination benefits:

(a) Defined contribution plan

The eligible employees of the Company are entitled to receive benefits in respect of provident fund, a defined contribution plan, in which both employees and the Company make monthly contributions at a specified percentage of the covered employees' salary. The contributions as specified under the law are made to the Employee Provident Fund Organization (EPFO). The Company is liable only for its fixed contributions which is required to be made in accordance with the schemes in force as notified by EPFO. All contributions made by the company are recognized as expenses for the relevant period.

STANDALONE NOTES FORMING PART OF FINANCIAL STATEMENTS

(b) Defined benefit plan

For defined benefit retirement plans, the cost of providing benefits is determined using the projected unit credit method, with actuarial valuations being carried out at the end of each annual reporting period. Remeasurement, comprising actuarial gains and losses, the effect of the changes to the asset ceiling (if applicable) and the return on plan assets (excluding net interest), is reflected immediately in the Balance Sheet with a charge or credit recognized in other comprehensive income in the period in which they occur. Remeasurement recognized in other comprehensive income is reflected immediately in retained earnings and is not reclassified to profit or loss. Past service cost is recognized in profit or loss in the period of a plan amendment. Net interest is calculated by applying the discount rate at the beginning of the period to the net defined benefit liability or asset. The following are the defined benefit plans:

Gratuity - The Company has an obligation towards gratuity, a defined benefit plan covering eligible employees. The plan provides for lump sum payment to vested employees on retirement, death while in employment or on separation. Vesting occurs upon completion of five years of service. The liability, which is determined by means of an independent actuarial valuation, is funded with LIC.

Defined benefit costs are categorized as follows:

- (i) Service cost (including current service cost, past service cost, gains and losses on curtailment and settlement);
- (ii) net interest income or expense and
- (iii) remeasurement.

2.12.2 Short term employee benefits and other long-term employee benefits

A liability is recognized for benefits accruing to employees in respect of wages and salaries, annual leave and other leaves in the period the related service is rendered at the undiscounted amount of the benefits expected to be paid in exchange for that service. Liabilities recognized in respect of short term employee benefits are measured at the undiscounted amount of the benefits expected to be paid in exchange of that related service. Other employee benefits include compensated absences and termination benefits. Both these benefits are settled as per the Company policy and charged to profit and loss account as and when the payment is made.

2.13 Borrowing costs

Borrowing costs include interest, amortization of ancillary costs incurred and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset form part of the cost of that asset. Other borrowing costs are recognized as an expense.

2.14 Income Tax

Income tax comprises current and deferred tax. It is recognised in profit or loss except to the extent that it relates to a business combination or to an item recognised directly in equity or in other comprehensive income.

2.14.1 Current Tax

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. The amount of current tax reflects the best estimate of the tax amount expected to be paid or received after considering the uncertainty, if any related to income taxes. It is measured using tax rates (and tax laws) enacted or substantively enacted by the reporting date.

STANDALONE NOTES FORMING PART OF FINANCIAL STATEMENTS

2.14.2 Deferred Tax

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the corresponding amounts used for taxation purposes. Deferred tax is also recognised in respect of carried forward tax losses and tax credits. Deferred tax is not recognised for temporary differences arising on the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit or loss at the time of transaction.

Deferred tax assets recognised or unrecognised are reviewed at each reporting date and are recognised / reduced to the extent that it is probable / no longer probable respectively that the related tax benefit will be realised. Deferred tax is measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on the laws that have been enacted or substantively enacted by the reporting date. The measurement of deferred tax reflects the tax consequences that would follow from the manner in which the Company expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities. The Company offsets, the current tax assets and liabilities (on a year on year basis) and deferred tax assets and liabilities, where it has a legally enforceable right and where it intends to settle such assets and liabilities on a net basis.

Minimum Alternate Tax (MAT) credit is recognised as an asset only when and to the extent there is convincing evidence that the company will pay normal income tax during the specified period. Such asset is reviewed at each balance sheet date and the carrying amount of the MAT credit asset is written down to the extent there is no longer a convincing evidence to the effect that the company will pay normal income tax during the specified period.

2.14.3 Current and deferred tax for the year

Current and deferred tax are recognised in profit or loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or directly in equity respectively.

2.15 Provisions and contingencies

A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate of the consideration required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are disclosed in the Notes. Contingent assets are not recognised in the financial statements.

2.16 Leases

The Company has adopted Ind AS 116 'Leases' with the date of initial application being April 1, 2019. Ind AS 116 replaces Ind AS 17– Leases. The Company has applied Ind AS 116 prospectively with effect from 1st April 2019. The comparative information in the financial statements would not be restated and would be presented based on the requirements of the previous standard i.e. Ind AS 17.

In adopting Ind AS 116, the Company has applied the below practical expedients:

- (i) The Company has not reassessed whether a contract is, or contains, a lease as per the definitions of Ind AS 116 at the date of initial application.

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- (ii) The Company relied on its assessment of whether leases are onerous applying Ind AS 37, Provisions, Contingent Liabilities and Contingent Assets, immediately before the date of initial application as an alternative to performing an impairment review as per Ind AS 36 Impairment of assets.
- (iii) The Company has treated the leases with remaining lease term of less than 12 months as 'short term leases'.
- (iv) The Company has excluded the initial direct costs from measurement of the right-of-use asset at the date of transition.
- (v) The Company used hindsight, such as in determining the lease term if the contract contains options to extend or terminate the lease.

2.17 Earnings per share

Basic earnings per share is computed by dividing the profit / (loss) for the year by the weighted average number of equity shares outstanding during the year. Diluted earnings per share (if any) is computed by dividing the profit / (loss) for the year as adjusted for dividend, interest and other charges to expense or income relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares.

2.18 Operating Cycle

Based on the nature of products / activities of the Company and the normal time between acquisition of assets and their realization in cash or cash equivalents, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

3. PROPERTY, PLANT AND EQUIPMENT AND CAPITAL WORK-IN-PROGRESS

(Rs.in lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
A. Carrying amounts of:		
Freehold land	2,845.91	384.90
Buildings	1,546.07	1,227.34
Plant and equipment	6,329.31	5,283.52
Furniture and Fixture	181.79	82.72
Vehicles	196.78	72.06
Office equipment	12.54	7.96
Electrical Equipment		
Air Conditioners and Refrigerators	3.21	3.56
Computer Systems	29.89	23.74
Sub-Total	11,145.50	7,085.80
B. Capital work-in -progress	24.00	3.50
Total	11,169.50	7,089.30

**STANDALONE
NOTES FORMING PART OF FINANCIAL STATEMENTS**

(Rs.in lakhs)

Particulars	Freehold Land	Building	Plant and Equipment	Furniture and Fixtures	Vehicles	Office Equipments	Electrical Equipment - Air Conditioners and Refrigerators	Computer Systems	Total
Cost or deemed cost									
Balance as at April 1, 2021	384.90	1,734.06	6,933.91	188.41	159.32	22.86	5.04	44.60	9,473.10
Additions	2,461.01	426.95	1,399.09	123.03	188.15	7.99	-	26.62	4,632.84
Disposals	-	-	10.34	5.08	77.47	6.24	0.11	32.16	131.40
Balance as at March 31, 2022	2,845.91	2,161.01	8,322.66	306.36	270.00	24.61	4.93	39.06	13,974.54
Accumulated Depreciation									
Balance as at April 1, 2021	-	506.72	1,650.39	105.69	87.26	14.90	1.48	20.86	2,387.30
Depreciation expenses	-	108.22	352.14	23.22	60.63	3.10	0.28	19.49	567.08
Elimination on disposal	-	-	9.18	4.34	74.67	5.93	0.04	31.18	125.34
Balance as at March 31, 2022	-	614.94	1,993.35	124.57	73.22	12.07	1.72	9.17	2,829.04
Carrying amount									
Balance as at March 31, 2021	384.90	1,227.34	5,283.52	82.72	72.06	7.96	3.56	23.74	7,085.80
Balance as at March 31, 2022	2,845.91	1,546.07	6,329.31	181.79	196.78	12.54	3.21	29.89	11,145.50

- (i) The Company has not revalued its property, plant and equipment during the year ended March 31, 2022 and March 31, 2021.
- (ii) The Company does not have any immovable property, whose title deeds are not held in the name of the Company during the year ended March 31, 2022 and also as at March 31, 2021.
- (iii) The company adopts Straight Line method of depreciation in respect of Plant & Machinery. The useful life of Plant & Machinery at one of its manufacturing facilities at Tada was estimated at 15 years which is in line with the estimated useful life of Plant & Machinery as per Schedule II of The Companies Act, 2013. During the last quarter of FY 21-22, the company has made a reassessment of the useful life of Plant & Machinery at Tada. Based on technical assessments, the management is of the view that the useful life of the asset should be extended to 20 years instead of 15 years. This change in estimate is to be applied prospectively from April 1, 2021 and the rate of depreciation is to be calculated accordingly for the FY 21-22 and thereafter in future years also. According to the provisions of IND AS 8, a change in estimated useful life of asset amounts to change in accounting estimate only and is not a change in accounting policy. Since it is a change in accounting estimate, based on the provisions of IND AS 8, it is to be applied prospectively from FY 2021-22.

Capital work-in-progress ageing:

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

Capital Work-in-progress	Amount in Capital Work-in-progress for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	24.00	-	-	-	24.00
Projects temporarily suspended	-	-	-	-	-

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

Capital Work-in-progress	Amount in Capital Work-in-progress for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	-	-	-	3.50	3.50
Projects temporarily suspended	-	-	-	-	-

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NOTES FORMING PART OF FINANCIAL STATEMENTS

4. OTHER INTANGIBLE ASSETS AND INTANGIBLE ASSETS UNDER DEVELOPMENT

Particulars	(Rs. in lakhs)	
	As at March 31, 2022	As at March 31, 2021
Carrying amounts of:		
Computer Software	12.62	18.15
Total	12.62	18.15
	(Rs. in lakhs)	
	<u>Computer Software</u>	<u>Total</u>
Cost or deemed cost		
Balance as at April 1, 2020	57.80	57.80
Additions	-	-
Disposals	-	-
Balance as at March 31, 2021	57.80	57.80
Additions	-	-
Disposals	-	-
Balance as at March 31, 2022	57.80	57.80
Accumulated depreciation and impairment		
Balance as at April 1, 2020	34.12	34.12
Disposals	-	-
Amortization expense	5.53	5.53
Balance as at March 31, 2021	39.65	39.65
Disposals	-	-
Amortization expense	5.53	5.53
Balance as at March 31, 2022	45.18	45.18
Carrying amount		
Balance as at March 31, 2021	18.15	18.15
Balance as at March 31, 2022	12.62	12.62

5. FINANCIAL ASSETS

5A INVESTMENTS

Investment in equity instruments (Unquoted)

(i) Investment in subsidiary (at deemed cost)

Helios Strategic Systems Ltd - as at March 2022

50000 equity shares of Rs. 10/- each fully paid up

5.00 5.00

(ii) Investment in Debentures (Unquoted)

4% Compulsorily Convertible debentures
invested in Helios Strategic Systems Ltd.

4,646.52 4,646.52

Less: impairment loss

- -

Aggregate carrying amount of quoted investment

- -

Aggregate carrying amount of unquoted investment

4,651.52 4,651.52

Aggregate amount of impairment in value of investment

- -

STANDALONE
NOTES FORMING PART OF FINANCIAL STATEMENTS

(Rs. in lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
5B OTHER FINANCIAL ASSETS		
Security Deposits - carried at amortised cost		
Unsecured considered goods	47.98	47.93
6. OTHER NON-CURRENT ASSETS		
Interest accrued on debentures		
Unsecured considered good	1,906.75	1,739.48
Insurance	-	3.80
Total	1,906.75	1,743.28
7. INVENTORIES		
(at lower of Cost and Net Realizable Value)		
Raw materials	3,127.00	1,633.33
Work in process	267.83	472.78
Finished goods	2,604.59	2,034.26
Stock-in-trade	2,867.12	1,936.11
Stores and spares	315.00	277.52
Total	9,181.54	6,354.00
Note: Details of inventory of work-in-progress		
Manufacturing batteries	267.83	472.78
8. FINANCIAL ASSETS		
8A TRADE RECEIVABLE		
Trade receivables considered good - Secured	-	-
Trade receivables considered good - unsecured	3,252.71	8,777.42
Trade receivables which have significant increase in credit risk	-	-
Trade receivables - credit impaired	-	-
Less: Allowance for doubtful trade receivables (expected credit loss allowance)	-	-
Total	3,252.71	8,777.42

(i) Refer Note 28.6 for balance outstanding from related parties

Aging for trade receivables as at March 31, 2022 is as follows:

Particulars	Outstanding from date of Invoice as at March 31, 2022					
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables – considered good	2,949.36	174.11	68.81	49.28	11.15	3,252.71
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-

**STANDALONE
NOTES FORMING PART OF FINANCIAL STATEMENTS**

Aging for trade receivables as at March 31, 2021 is as follows:

Particulars	Outstanding from date of Invoice as at March 31, 2021					
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables – considered good	8569.50	51.05	142.67	5.28	8.92	8,777.42
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-

The management has not provided for any expected credit loss allowance considering the past trends and customers credit worthiness. Please refer Note No.28.11

(Rs. in lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
8B CASH AND CASH EQUIVALENTS		
(a) Cash in hand	3.59	4.34
(b) Cheques and drafts on hand	-	1,500.00
(c) Balance with banks - In Current accounts	14.29	100.28
Total	17.88	1,604.62
8C OTHER BALANCE WITH BANKS		
Held as fixed deposits (Less than 12 months)	87.27	81.67
Held as margin money against borrowings and other Commitments	0.18	38.27
Unpaid dividend accounts	32.29	34.08
Total	119.74	154.02
8D LOANS		
Loan Receivable Considered good - Unsecured Carried at amortised cost		
Loan to Wholly owned Subsidiary - Helios Strategic Systems Ltd.	970.00	1,240.00
Interest on above Loan	127.51	141.49
Total	1,097.51	1,381.49
8E OTHER FINANCIAL ASSETS Carried at amortised cost		
Security Deposits	163.45	145.47
Advance to Employee	30.17	28.21
Other Receivables	166.51	139.37
Total	360.13	313.05
9. CURRENT TAX ASSETS (NET)		
Advance Tax (Net of Provision)	302.57	195.06

**STANDALONE
NOTES FORMING PART OF FINANCIAL STATEMENTS**

(Rs. in lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
10. OTHER CURRENT ASSETS		
Balance with Govt. authorities	1,024.32	691.91
Insurance Claims Receivable	-	4.79
Prepayment Assets	134.27	85.69
Other advances	251.88	630.99
Total	<u>1,410.47</u>	<u>1,413.38</u>

11. EQUITY SHARE CAPITAL

	No. of Shares	Lakhs	No. of Shares	Lakhs
(a) Authorised Equity shares of Rs.5/- each with voting right (PY Equity shares of Rs.10 each with voting rights)	1,00,00,000	500.00	50,00,000	500.00
(b) Issued Equity shares of Rs.5/- each with voting rights (PY Equity shares of Rs.10 each with voting rights)	75,00,000	375.00	37,50,000	375.00
(c) Subscribed and fully paid up Equity shares of Rs.5/- each with voting rights (PY Equity shares of Rs.10 each with voting rights)	75,00,000	375.00	37,50,000	375.00

Refer Notes (i),(ii) and (iii) below

(i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period.

Particulars	Opening Balance	Additions during the year	Deletions during the year	Closing Balance
Equity shares with voting rights Year ended March 31, 2022				
- Number of shares	75,00,000	-	-	75,00,000
- Amount (In Lakhs)	375.00	-	-	375.00
Year ended March 31, 2021				
- Number of shares	37,50,000	-	-	37,50,000
- Amount (In Lakhs)	375.00	-	-	375.00
Year ended March 31, 2020				
- Number of shares	37,50,000	-	-	37,50,000
- Amount (In Lakhs)	375.00	-	-	375.00

(ii) Terms / rights attached to equity shares:-

The company has only one class of equity shares having a par value of Rs. 5/- (previous year - Rs.10/-) per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution shall be according to the members right and interest in the Company.

**STANDALONE
NOTES FORMING PART OF FINANCIAL STATEMENTS**

The Board of Directors, at its meeting held on 3rd September, 2021 resolved the subdivision of 37,50,000 equity shares of the company having face value of Rs.10/- each into 75,00,000 equity shares of Rs.5/- each and this resolution was approved by the shareholders by Remote e-voting at the Annual General Meeting held on 29th September,2021. The capital clause of the Memorandum of Association was also amended by a resolution passed by the Board at its meeting held on 3rd September and approved by the shareholders by Remote e-voting at the Annual General Meeting held on 29th September, 2021.

(iii) Details of Shares held by each Shareholder holding more than 5% shares

Sl. No.	Shareholders	As at March 31, 2022		As at March 31, 2021	
		No. of Shares	% of Holdings	No. of Shares	% of Holdings
1.	P. Dwaraknath Reddy	33,07,390	44.10	16,53,695	44.10
2.	Sarla Devi Khaitan	5,20,796	6.94	2,60,398	6.94
3.	HDFC Bank Ltd.	-	-	2,00,000	5.33

(iv) Disclosure of shareholding of promoters and promoter group

Promoter Name	As at March 31, 2022			As at March 31, 2021		
	No. of Shares	% of Total Shares	% change during the year	No. of Shares	% of Total Shares	% change during the year
	(After split of Shares)			(Before split of Shares)		
P.DWARAKNATH REDDY	3307390	44.10	NIL	1653695	44.10	NIL
SARLA DEVI KHAITAN	520796	6.94	NIL	260398	6.94	NIL
SINDOORI REDDY	292032	3.89	NIL	146016	3.89	NIL
RAJENDRA PRASAD KHAITAN	138098	1.84	NIL	69049	1.84	NIL
SUNEETA REDDY	119160	1.59	NIL	59580	1.59	NIL
H N KHAITAN (HUF)	43080	0.57	NIL	21540	0.57	NIL
ANJU GANERIWAL	5464	0.07	NIL	2732	0.07	NIL
ADITYA DEV REDDY	12	0.00	NIL	6	0.00	NIL
P.D.R INVESTMENTS PVT. LTD	327814	4.37	NIL	163907	4.37	NIL
OBUL REDDY INVESTMENTS PVT LTD	137120	1.83	NIL	68560	1.83	NIL
RADIOHMS PROPERTIES PRIVATE LIMITED	10400	0.14	NIL	5200	0.14	NIL
TOTAL	4901366	65.34	-	2450683	65.34	-

(Rs. in lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
12. OTHER EQUITY		
(i) General Reserve	21,757.82	21,757.82
(ii) Retained Earnings (Incl. Other Comprehensive Income)	710.64	903.89
Total	22,468.46	22,661.71
(i) General Reserve		
Balance at beginning of year	21,757.82	19,257.82
Movement during the year	-	2,500.00
Balance at end of year	21,757.82	21,757.82

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NOTES FORMING PART OF FINANCIAL STATEMENTS

(Rs. in lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
(ii) Retained Earnings		
Balance at beginning of year	903.89	291.26
Profit for the year (Incl Other Comprehensive Income)	744.25	3,300.13
Payment of dividend	(937.50)	(187.50)
Transfer to General Reserve	-	(2,500.00)
Balance at end of year	710.64	903.89

13. FINANCIAL LIABILITIES

13a. LONG TERM BORROWINGS

Canara Bank	623.89	851.06
Total	623.89	851.06

The Company has availed a working capital Term Loan of Rs. 8.90 Crores under the Emergency Credit Line Guarantee Scheme (ECLGS) launched by the Government of India in view of the COVID-19 crisis as part of Athmanirbhar Bharath Package. This loan is repayable over a period of 5 years and with a moratorium of 12 months from the date of disbursement. The loan is secured by the assets created out of the credit facility so extended i.e. Paripassu 1st charge on the entire current assets of the Company.

14. PROVISIONS

Particulars	Non-Current	Current	Non-Current	Current
(a) Provision for employee benefits	939.49	117.07	845.05	110.94
(b) Details of Provision - Others	-	525.67	-	753.58
Total	939.49	642.74	845.05	864.52

Details of provisions

(i) The Company has made provision for various contractual obligations and disputed liabilities based on its assessment of the amount it estimates to incur to meet such obligations, details of which are given below:

Particulars	As at April 2020	Additions	Utilisation	Reversal (withdrawn is no longer required)	As at March 2021
Others	345.97	558.53	150.92	-	753.58
Total	345.97	558.53	150.92	-	753.58
Particulars	As at April 2021	Additions	Utilisation	Reversal (withdrawn is no longer required)	As at March 2022
Others	753.58	503.33	731.24	-	525.67
Total	753.58	503.33	731.24	-	525.67

(Rs. in lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
15. DEFERRED TAX LIABILITIES (NET)		
Deferred Tax Assets	1,472.24	1,409.24
Deferred Tax Liabilities	3,199.53	3,189.53
Total	1,727.29	1,780.29

STANDALONE
NOTES FORMING PART OF FINANCIAL STATEMENTS

Rs. in lakhs)

Particulars	As at March 31, 2021	Recognised in Profit & Loss	Recognised in other compre- hensive income	As at March 31, 2022
A. DEFERRED TAX ASSETS				
Allowances for doubtful debts and advances	-	-	-	-
Provision for compensated absences	1,409.24	52.00	11.00	1,472.24
Total	1,409.24	52.00	11.00	1,472.24
B. DEFERRED TAX LIABILITIES				
Difference between book balance and tax balance of property, plant and equipment	3,017.68	-	-	3,017.68
Others	171.85	10.00	-	181.85
Total	3,189.53	10.00	-	3,199.53
Particulars	As at March 31, 2020	Recognised in Profit & Loss	Recognised in other compre- hensive income	As at March 31, 2021
A. DEFERRED TAX ASSETS				
Allowances for doubtful debts and advances				
Provision for compensated absences	1,276.24	102.00	31.00	1,409.24
Mat credit entitlement	-	-	-	-
Others	-	-	-	-
Total	1,276.24	102.00	31.00	1,409.24
B. DEFERRED TAX LIABILITIES				
Difference between book balance and tax balance of property, plant and equipment	3,017.68	-	-	3,017.68
Others	171.85	-	-	171.85
Total	3,189.53	-	-	3,189.53

(Rs. in lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
16. FINANCIAL LIABILITIES		
16A CURRENT BORROWINGS		
Loans repayable on demand from banks		
Cash credit (Secured) (see note a)	1,037.82	137.55
Current maturities of Long term debt		
Term Loan from Bank - GECL (Secured) (Refer note no.13A)	227.17	38.94
Term Loan from Bank & Others (Secured) (see note a)	1,925.56	1,832.22
Total	3,190.55	2,008.71

Note: The aggregate working capital limits sanctioned by Banks are secured against equitable mortgage by deposit of title deed of factory property situated at Nellore / Tada, Andhra Pradesh and hypothecation of imported and indigenous raw materials, components, spares, goods in process and finished goods.

STANDALONE
NOTES FORMING PART OF FINANCIAL STATEMENTS

(Rs. in lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021			
16B TRADE PAYABLES					
Due to Micro Enterprises and Small Enterprises	294.45	511.09			
Total outstanding dues of creditors other than micro enterprises and small enterprises	<u>2,430.58</u>	<u>2,857.13</u>			
Total	<u>2,725.03</u>	<u>3,368.22</u>			
The dues to MSME have been determined to the extent such parties have been identified on the basis of information collected by management. There have been no payments beyond the appointed date during the year and hence no interest has been provided on the outstanding dues to MSME .					
Aging for trade payables as at March 31, 2022 is as follows :					
Particulars	Outstanding from due date of payment as at March 31, 2022				
	Upto 1 years	1-2 years	2-3 years	More than 3 years	Total
Total outstanding dues to micro enterprises and small enterprises	294.45	-	-	-	294.45
Total outstanding dues of creditors other than micro enterprises and small enterprises	2,425.40	2.24	2.94	-	2,430.58
Disputed dues of micro enterprises and small enterprises	-	-	-	-	-
Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-
Aging for trade payables as at March 31, 2021 is as follows :					
Particulars	Outstanding from due date of payment as at March 31, 2021				
	Upto 1 years	1-2 years	2-3 years	More than 3 years	Total
Total outstanding dues to micro enterprises and small enterprises	511.09	-	-	-	511.09
Total outstanding dues of creditors other than micro enterprises and small enterprises	2,849.60	7.53	-	-	2,857.13
Disputed dues of micro enterprises and small enterprises	-	-	-	-	-
Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-
(Rs. in lakhs)					
Particulars	As at March 31, 2022	As at March 31, 2021			
16C OTHER FINANCIAL LIABILITIES					
a) Liability towards Investor Education and Protection Fund under Section 125 of the Companies Act, 2013					
Unclaimed Dividends	32.30	34.08			
b) Other Payables					
Interest accrued but not due on Borrowings	<u>0.44</u>	<u>10.93</u>			
Total	<u>32.74</u>	<u>45.01</u>			
17. OTHER CURRENT LIABILITIES					
(i) Statutory Dues Payable to government authorities	165.11	205.47			
(ii) Others	<u>640.62</u>	<u>738.18</u>			
Total	<u>805.73</u>	<u>943.65</u>			
18. REVENUE FROM OPERATIONS					
Sale of products (Refer (i) below)	<u>36,827.08</u>	<u>38,675.13</u>			
Total	<u>36,827.08</u>	<u>38,675.13</u>			

**STANDALONE
NOTES FORMING PART OF FINANCIAL STATEMENTS**

(Rs. in lakhs)

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
(i) Sale of product comprises:		
A. Manufactured Goods		
Dry Batteries	24,248.03	28,281.35
Total A - Sale of manufactured goods	<u>24,248.03</u>	<u>28,281.35</u>
B. Traded goods		
Batteries	261.19	817.46
Torches	2,041.51	1,867.05
Ledlite	7,568.16	5,535.93
Other consumer goods	2,708.19	2,173.34
Total B - Sale of Traded goods	<u>12,579.05</u>	<u>10,393.78</u>
Total - Sale of Products (A+B)	<u>36,827.08</u>	<u>38,675.13</u>
19. OTHER INCOME		
(a) Interest Income refer note (i) below	1,292.77	1,979.52
(b) Other non-operating income (Refer Note.(ii) below)	176.16	127.38
Total	<u>1,468.93</u>	<u>2,106.90</u>
(i) Interest income comprises:		
- Deposits	8.75	11.02
- Overdue bills	956.49	1,443.82
- Debentures and Loan	327.53	524.68
Total - Interest Income	<u>1,292.77</u>	<u>1,979.52</u>
(ii) Other non-operating income comprises:		
Net gain on sale of fixed assets	4.64	-
Other non-operating income	171.52	127.38
Total - Other non Operating Income	<u>176.16</u>	<u>127.38</u>
20. COST OF MATERIALS CONSUMED		
Opening Stock	1,633.33	897.67
Add: Purchases	16,132.23	16,293.60
Less: Closing Stock	3,127.00	1,633.33
Total Cost of Material Consumed	<u>14,638.56</u>	<u>15,557.94</u>
Material Consumed Comprises of:		
Zinc	4,947.41	4,797.24
Electrolytic Manganese Dioxide	2,236.38	2,431.83
Others	7,454.77	8,328.87
Total	<u>14,638.56</u>	<u>15,557.94</u>
21. PURCHASE OF STOCK IN TRADE (TRADED GOODS)		
Batteries	121.93	516.02
Flashlights	1,546.44	1,344.54
Ledlite	6,069.86	3,715.03
Other consumer goods	1,947.46	1,782.54
Total	<u>9,685.69</u>	<u>7,358.13</u>

STANDALONE
NOTES FORMING PART OF FINANCIAL STATEMENTS

(Rs. in lakhs)

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
22. CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND STOCK-IN-TRADE		
A. At the beginning of the accounting year		
Finished goods	2,034.26	1,805.12
Goods-in-process	472.77	267.62
Stock-in-trade	1,936.11	2,036.94
	<u>4,443.14</u>	<u>4,109.68</u>
B. At the end of the accounting year		
Finished goods	2,604.59	2,034.26
Goods-in- process	267.83	472.77
Stock-in-trade	2,790.80	1,936.11
	<u>5,663.22</u>	<u>4,443.14</u>
C. Decrease/(Increase) in Inventories	<u>(1,220.08)</u>	<u>(333.46)</u>
23. EMPLOYEE BENEFIT EXPENSE		
Salary, Wages and Allowances	4,397.87	3,927.24
Directors' Remuneration	373.55	425.25
Contribution to Provident and other funds	337.60	296.96
Staff welfare expenses	539.92	733.16
Total	<u>5,648.94</u>	<u>5,382.61</u>
24. FINANCE COSTS		
Interest to bank	250.11	408.25
Total	<u>250.11</u>	<u>408.25</u>
25. DEPRECIATION AND AMORTISATION EXPENSE		
Depreciation for the year on property, plant and equipment	567.09	529.12
Amortisation for the year on intangible assets	5.53	5.53
Total	<u>572.62</u>	<u>534.65</u>
26. OTHER EXPENSES		
Consumption of stores and spare parts	412.12	371.92
Power, Gas and Water	407.74	417.95
Repairs to:		
Machinery	30.78	66.77
Buildings	4.51	39.69
General	388.70	299.37
Insurance	37.55	33.13
Research & Development Expenses	52.36	46.46

STANDALONE
NOTES FORMING PART OF FINANCIAL STATEMENTS

(Rs. in lakhs)

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
26. OTHER EXPENSES (CONTD.)		
Rent	366.95	329.84
Travelling & Conveyance	606.16	430.33
Communication expenses	40.38	42.65
Printing and Stationery	18.34	14.09
Vehicle Maintenance	85.01	73.35
Auditors' Remuneration		
Statutory Auditors	8.00	5.00
Professional charges	560.44	492.91
Rates and taxes	393.56	423.30
Advertisement expenses	842.95	1,191.49
Freight expense	1,330.00	1,206.01
Sales promotion, Selling and Distribution expenses	1,874.32	1,645.54
Loss on sale of fixed assets	-	20.11
Corporate Social Responsibility	58.45	47.07
Net loss of foreign currency transaction / translation	37.29	6.37
Miscellaneous expenses	104.31	105.43
Total	7,659.92	7,308.78
Payments to the auditors comprises fees for		
For Statutory Audit	3.50	3.00
For Limited Review Report	4.50	2.00
Total	8.00	5.00
27. INCOME TAX		
a. Income tax recognised in profit and loss		
Current tax	324.00	1,272.00
Deferred tax (Incl OCI)	(42.00)	(102.00)
Deferred tax - OCI	(11.00)	(31.00)
Total	271.00	1,139.00
b. Reconciliation of the accounting profit to the income tax expense for the year is summarised below :		
Profit before tax	1,060.25	4,565.13
Income tax expense calculated at 25.168%	266.84	1,579.90
Effect of expenses that are not deductible in determining taxable profit	15.16	(409.90)
Income Tax Expense	282.00	1,170.00

**STANDALONE
NOTES FORMING PART OF FINANCIAL STATEMENTS**

**28. ADDITIONAL INFORMATION TO THE FINANCIAL STATEMENTS
DISCLOSURES UNDER INDIAN ACCOUNTING STANDARDS**

28.1 Contingent liabilities & commitments (to the extent not provided for)

(Rs. in lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
(i) Contingent Liability		
a) Penalty imposed by Competition Commission of India ("CCI") on the company and on certain officers of the Company (Refer note below)	4,226.00*	4,226.00
b) Claims against the Company not acknowledged as debts:		
Bills discounted with Bankers and others	2,587.33	4,547.21
Sales tax	2.15	2.15
Sales tax	3.65	3.65
Sales tax	2.53	2.53
Income Tax	300.02	322.90

*Note: In terms of order dated 25th April 2018 received on 02nd May 2018, the Competition Commission of India (CCI) had imposed penalty of Rs. 4226.00 lakhs for alleged cartelisation in respect of Zinc carbon dry cell batteries market in India. The Company had filed an appeal against order of CCI before the National Company Law Appellate Tribunal (NCLAT). NCLAT has granted stay on the CCI order on the condition that the Company should deposit 10% of the penalty amounting to Rs. 422.00 Lakhs. The company has deposited this amount with the registry (through FD) within the due date as stipulated by NCLAT. Based on the legal opinion and considering the uncertainty relating to the outcome of this matter, no provision has been considered in the books of accounts.

28.2 The details relating to Micro, Small and Medium Enterprises in terms of the Micro, Small and Medium Enterprises Development Act, 2006 are as follows as provided by the management on the basis of confirmations received from suppliers regarding their status under the said act. Interest has not been provided, as the amount due to these creditors is not overdue for a period of more than 45 days.

(Rs. in lakhs)

Outstanding principal Amount and Interest	As at March 31, 2022	As at March 31, 2021
Principal amount due to micro and small enterprises	294.45	511.09
Interest due on above	-	-
The amount of interest paid by the buyer in terms of section 16 of the MSMED Act 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year	-	-
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act 2006	-	-
The amount of interest accrued and remaining unpaid at the end of each accounting year	-	-
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act 2006	-	-
Total	294.45	511.09

STANDALONE
NOTES FORMING PART OF FINANCIAL STATEMENTS

28. ADDITIONAL INFORMATION TO THE FINANCIAL STATEMENTS
DISCLOSURES UNDER INDIAN ACCOUNTING STANDARDS (CONTD.)

28.3 Disclosure as per Regulation 34 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015
Particulars of Loans, guarantees or investments covered under Section 186(4) of the Companies Act, 2013

Particulars	March 31, 2022	March 31, 2021	Purpose
i) Loans Outstanding (including Interest)	1,097.51	1,381.49	Working Capital requirement
ii) Investments	4,651.52	4,651.52	Refer Notes 5A to Financials
iii) Guarantees*	2,040.00**	4,040.00	In connection with Bank facilities obtained by Kineco Limited from HDFC Bank Ltd.

* To offset the above said risk , beyond our equity stake, we entered into a risk sharing agreement with another shareholder of Kineco Ltd, to the extent of 49.01% representing equity stake held by that shareholder in Kineco Ltd.

** HDFC Bank Ltd, vide its letter dated 28th May, 2022, had reduced Corporate Guarantee from Rs.2,040.00 lakhs to Rs.Nil. Consequently contingent liability of Corporate Guarantee of our Company stand reduced to Nil.

28.4 Employee benefit plans

Defined contribution plans

In accordance with Indian law, eligible employees of the Company are entitled to receive benefits in respect of provident fund, a defined contribution plan, in which both employees and the Company make monthly contributions at a specified percentage of the covered employees' salary. The contributions, as specified under the law, are made to the Provident Fund.

The total expense recognised in profit or loss of Rs. 337.60 Lakhs for the year ended March 31, 2022: (Last year - Rs.296.96 Lakhs) represents contribution paid to these plans by the Company at rates specified in the rules of the plan.

Defined benefit plans

a) Gratuity

Gratuity is payable as per Payment of Gratuity Act, 1972. In terms of the same, gratuity is computed by multiplying last drawn salary (basic salary including dearness Allowance if any) by completed years of continuous service with part thereof in excess of six months and again by 15/26. The payment of Gratuity Act, 1972, provides for a vesting period of 5 years for withdrawal and retirement and a monetary ceiling on gratuity payable to an employee on separation, from time to time.

These plans typically expose the Company to actuarial risks such as: investment risk, interest rate risk and salary risk.

Investment risk The present value of the defined benefit plan liability is calculated using a discount rate determined by reference to the market yields on government bonds denominated in Indian Rupees. If the actual return on plan asset is below this rate, it will create a plan deficit.

Interest risk A decrease in the bond interest rate will increase the plan liability. However, this will be partially offset by an increase in the return on the plan's debt investments.

Longevity risk The present value of the defined benefit plan liability is calculated by reference to the best estimate of the mortality of plan participants both during and after their employment. An increase in the life expectancy of the plan participants will increase the plan's liability.

Salary risk The present value of the defined benefit plan liability is calculated by reference to the future salaries of plan participants. As such, an increase in the salary of the plan participants will increase the plan's liability.

**STANDALONE
NOTES FORMING PART OF FINANCIAL STATEMENTS**

**28. ADDITIONAL INFORMATION TO THE FINANCIAL STATEMENTS
DISCLOSURES UNDER INDIAN ACCOUNTING STANDARDS (CONTD.)**

The employees' gratuity fund scheme is managed by Life Insurance Corporation of India (LIC). The Company makes annual contributions to the plan. Commitments are actuarially determined at year-end. Actuarial valuation is based on "Projected Unit Credit" method.

The company operates a leave encashment scheme, which is an unfunded scheme. The present value of obligation under this schemes is based on an actuarial valuation using the Projected Unit Credit method, which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

(Rs. in lakhs)

Particulars	As at March 31, 2022		As at March 31, 2021	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
The principal assumptions used for the purposes of the actuarial valuations were as follows:				
Discount Rate	6.93%	6.93%	6.53%	6.53%
Salary escalation	7.50%	7.50%	9.00%	9.00%
Expected return on assets	-	-	-	-
Mortality	Indian Assured Lives Mortality (2012-14)	Indian Assured Lives Mortality (2012-14)	Indian Assured Lives Mortality (2012-14)	Indian Assured Lives Mortality (2012-14)
Attrition rate	6.00%	6.00%	6.00%	6.00%
The estimates of future salary increases, considered in actuarial valuation, taken account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.				
Amounts recognised in total comprehensive income in respect of these defined benefit plans are as follows:				
Amount recognised under Employee Benefits Expense in the Statement of Profit and Loss:				
Current service cost	77.08	114.58	68.35	88.11
Interest expense	68.56	31.38	63.71	26.90
Interest income	(48.94)	-	(56.58)	-
Remeasurement of defined benefit plan				
Changes in Financial Assumptions	-	(50.93)	-	(1.70)
Changes due to Plan Experience	-	5.17	-	38.49
Components of defined benefit costs recognised in profit or loss	96.70	100.20	75.48	151.80

STANDALONE
NOTES FORMING PART OF FINANCIAL STATEMENTS

(Rs. in lakhs)

Particulars	As at March 31, 2022		As at March 31, 2021	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Amount recognised in Other Comprehensive Income (OCI) for the Year:				
Remeasurement on the net defined benefit liability comprising:				
Actuarial (gains)/losses recognised during the period	44.81	-	126.41	-
Components of defined benefit costs recognised in other comprehensive income	44.81	-	126.41	-
Total	141.51	100.20	201.89	151.80
The amount included in the balance sheet arising from the Company's obligation in respect of its defined benefit plans is as follows:				
Present value of defined benefit obligation	1,096.31	509.62	1,148.90	551.57
Fair value of plan assets	(661.25)	-	(841.36)	-
Net liability/ (asset) arising from defined benefit obligation	435.06	509.62	307.54	551.57
Funded	435.06	-	307.54	-
Unfunded	-	509.62	-	551.57
Total	435.06	509.62	307.54	551.57
Movements in the present value of the defined benefit obligation in the current year were as follows:				
Opening defined benefit obligation	1,148.90	551.57	1,022.39	431.61
Current service cost	77.08	114.58	68.35	88.11
Interest cost	68.56	31.38	63.71	26.90
Actuarial (gains)/losses	(0.33)	(45.76)	69.83	36.79
Benefits paid	(197.89)	(142.15)	(75.38)	(31.84)
Closing defined benefit obligation	1,096.32	509.62	1,148.90	551.57
Movements in the fair value of the plan assets in the current year were as follows:				
Opening fair value of plan assets	841.36	-	907.56	-
Interest Income	48.94	-	56.58	-
Contributions	14.00	-	9.17	-
Benefits paid	(197.89)	-	(75.38)	-
Actuarial gains/(loss)	(45.15)	-	(56.57)	-
Closing fair value of plan assets	661.26	-	841.36	-

**STANDALONE
NOTES FORMING PART OF FINANCIAL STATEMENTS**

Sensitivity Analysis

The increase/ (decrease) of the defined benefit obligation to changes in the weighted principal assumptions are:

Particulars	(Rs. in lakhs)			
	As at March 31, 2022		As at March 31, 2021	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
DISCOUNT RATE +1%	109.63	486.18	109.57	524.85
DISCOUNT RATE -1%	104.67	535.64	120.83	581.39
SALARY GROWTH +1%	115.16	535.24	120.64	580.40
SALARY GROWTH -1%	104.65	486.09	109.64	525.19
ATTRITION RATE -25% increase	109.29	506.45	113.81	543.37
ATTRITION RATE-25% decrease	110.02	513.24	116.13	561.05

In view of the fact that the Company for preparing the sensitivity analysis considers the present value of the defined benefit obligation which has been calculated using the projected unit credit method at the end of the reporting period, which is the same as that applied in calculating the defined benefit obligation liability recognised in the balance sheet.

Maturity Profile of defined benefit obligation

Particulars	Discounted Values / Present Value	
	31.03.2022	31.03.2021
Within next 12 months (next annual reporting period)	171.01	241.25
Between 2 and 5 years	606.08	563.13
Between 6 and 10 years	404.16	410.01
Between 11 and 15 years	207.03	222.81
More than 15 years	277.89	279.01

28.5 Segment Information

The Company has only one reportable segment. The business of the company currently is into manufacture and sale of dry batteries, trading lighting products and other home appliances which comes under a single business segment known as consumer goods. This classification based on the nature of the products, risks, returns and the internal business reporting system and accordingly there is no other reportable segment in terms of IndAS 108 operating segment.

**STANDALONE
NOTES FORMING PART OF FINANCIAL STATEMENTS**

28.6 Related party transactions

28.6A Details of related parties:

Description of relationship	Names of related parties
SUBSIDIARIES	Helios Strategic Systems Ltd. Kineco Limited Kineco Alte Train Technologies Pvt. Ltd. Kineco Kaman Composites India Private Limited
ASSOCIATE ENTERPRISES ENTERPRISES WITH SIGNIFICANT INFLUENCE	Kineco Excel Composites India Private Limited Apex Agencies Associated Electrical Agencies Kalpataru Enterprises P.Ltd. Radiohms Properties Pvt. Ltd Radiohms Agencies RAL Consumer Products Limited Deccan Hospitals (A Unit of Apollo Hospitals Ent.Ltd.)
KEY MANAGERIAL PERSONNEL Executive Directors	P. Dwaraknath Reddy R.P. Khaitan P. Aditya Reddy C.R.Sivaramakrishnan (CFO) J.Srinivasan (CS)

Note : Related party relationships are as identified by management and relied upon by auditors.

28.6B Details of related party transactions during the year ended March 31, 2022, and balances outstanding as at March 31, 2022:

(Rs. in lakhs)

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
SUBSIDIARIES		
Helios Strategic Systems Ltd		
Outstanding as at the year end		
4% compulsorily convertible debentures (Previous year - 8%)	4,646.52	4,646.52
Loan outstanding	1,097.51	1,381.49
Kineco Limited		
Corporate Guarantee granted	2,040.00	4,040.00
Outstanding as at the year end		
Services Received	-	1.00
Trade receivables	-	-

STANDALONE
NOTES FORMING PART OF FINANCIAL STATEMENTS

(Rs. in lakhs)

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Apex Agencies		
Sales	6,669.64	6,820.07
Services Received	82.31	74.55
Services Rendered	592.08	909.78
Outstanding as at the year end		
Trade receivables	884.92	3,562.60
Associated Electrical Agencies		
Sales	6,241.23	6,050.67
Services Received	27.39	20.07
Services Rendered	552.46	823.22
Outstanding as at the year end		
Trade receivables	665.13	3,255.23
Deccan Hospitals		
Sales	290.71	343.55
Services Received	100.11	15.75
Outstanding as at the year end		
Trade Receivables	40.84	110.93
Radiohms Properties Pvt Ltd		
Services Received	14.93	14.93
Kalatharu Enterprises Pvt. Ltd.		
Services Received	40.55	-
Radiohms Agencies		
Sales	1,972.39	2,388.77
Services Received	32.82	29.17
Services Rendered	21.33	47.57
Outstanding as at the year end		
Trade receivables	254.07	416.93
RAL Consumer Products Limited		
Sales	1,897.91	2,081.16
Services Received	93.48	60.78
Services Rendered	39.48	34.72
Outstanding as at the year end		
Trade receivables	302.40	428.01
Key Managerial Person		
(i) P. Dwaraknath Reddy		
Remuneration	119.91	90.61
Commission	-	50.40
(ii) R.P. Khaitan		
Remuneration	130.17	93.44
Commission	-	50.40
(iii) P. Aditya Reddy		
Remuneration	123.48	90.00
Commission	-	50.40

**STANDALONE
NOTES FORMING PART OF FINANCIAL STATEMENTS**

** The remuneration to the key management personnel does not include provisions made for gratuity and leave benefits, as they are determined on an actuarial basis for the company as a whole and cost accrued for share based payments options provided to KMP.

Terms and conditions of transactions with related parties

The sales to related parties are made on terms equivalent to those that prevail in arm's length transactions. Outstanding balances at the year-end are unsecured and interest free and settlement occurs in cash. There have been no guarantees provided or received for any related party receivables or payables. For the year ended 31 March 2022, the Company has not recorded any impairment of receivables relating to amounts owed by related parties (31 March 2021 is Rs Nil). This assessment is undertaken each financial year through examining the financial position of the related party and the market in which the related party operates.

(Rs. in lakhs)

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
28.7 Earnings per share		
28.7A Basic		
Profit for the year	778.25	3,395.13
Weighted average number of equity shares	75.00	75.00
Par value per share	5.00	5.00
Earnings per share - Basic	10.38	45.27
28.7B Diluted		
The diluted earnings per share has been computed by dividing the profit for the year available for Equity Shareholders by the weighted average number of equity shares		
Profit for the year	778.25	3,395.13
Weighted average number of equity shares for basics	75.00	75.00
Weighted average number of equity shares for diluted EPS	75.00	75.00
Par value per share	5.00	5.00
Earnings per share - Diluted	10.38	45.27
28.8 Corporate Social Responsibility (CSR)		
As per section 135 of the Companies Act, 2013, a CSR committee has been formed by the Company. The expenditure incurred during the year on the CSR activities are in accordance with Schedule VII on the Companies Act, 2013.		
Amount required to be spent by the Company during the year	57.93	46.42
Amount of expenditure incurred during the year	58.45	47.07
(Excess)/Shortfall at the end of the year	(0.52)	(0.65)
Total of previous year's (Excess)/Shortfall	(1.17)	-
Note :		
Education and Health care	6.50	6.40
Social Welfare	35.20	27.34
Animals Welfare	8.00	4.00
Drinking Water	0.60	0.33
Sports	5.15	-
Conservation of Natural Resources	3.00	9.00
Total	58.45	47.07

**STANDALONE
NOTES FORMING PART OF FINANCIAL STATEMENTS**

a) Amount spent during the year ended on March 31, 2022	In Cash	Yet to be paid in Cash	Total
(i) Construction/acquisition of any asset	-	-	-
(ii) On purposes other than (i) above	58.45	-	58.45
b) Amount spent during the year ended on March 31, 2021			
(i) Construction/acquisition of any asset			
(ii) On purposes other than (i) above	47.07	-	47.07

28.9 Details of research and development expenditure recognised as an expense

The Company follows a policy of capitalising product development, which meets the criteresas of Ind AS 38 Intangible assets and has accordingly recognised such cost as Internally generated Intangible asset under 'Intangible assets under development' (Note 4). The Company has incurred a revenue expenditure which has been debited to the Income statement and Capital expenditure as per table below:

(Rs. in lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
Buying of equipments, lab test and cylinder development charges	52.36	46.46

28.10 Financial Instruments

28.10A Capital management

The Company's capital management objective is to maintain an optimal debt-equity structure so as to reduce the cost of capital, thereby enhancing returns to shareholders. The Company also has a policy of making judicious use of various available debt facilities within its overall working capital drawing limit. This interest arbitrage helps the Company to contain / reduce the cost of capital.

Gearing ratio

Debt (A)	3,814.44	2,008.71
Cash and bank Balances (B)	137.62	1,758.64
Net Debt (A-B)	3,676.82	250.07
Total Equity	22,843.46	23,036.71
Net debt to Equity Ratio (%)	16.10	1.09

28.10B Categories of financial instruments

Financial assets

Measured at amortised cost

Cash and bank Balances	137.62	1,758.64
Trade Receivables	3,252.71	8,777.42
Other Financial Assets	360.13	313.05

STANDALONE
NOTES FORMING PART OF FINANCIAL STATEMENTS

(Rs. in lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
Measured at deemed cost		
Investments in subsidiaries		
Equity	5.00	5.00
Debentures	4,646.52	4,646.52
Financial liabilities		
Measured at amortised cost		
Financial liabilities measured at amortised cost	6,572.21	6,273.00

28.11 Risk Management framework

The company's Board of Directors has overall responsibility for the establishment and oversight of the company's risk management framework. The board has constituted the risk management committee which carries on the following functions:

1. The implementation of Risk management systems and framework;
2. Reviewing the Company's financial and risk management policies;
3. Assessing risk and minimizing the procedures;
4. Framing, implementing and monitoring the risk management plan.

The Company's risk management policies are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities. The Company, through its training and management standards and procedures, aims to maintain a disciplined and constructive control environment in which all employees understand their roles and obligations.

The Risk management Committee oversees how management monitors compliance with the Company's risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Company. The Risk management Committee is assisted in its oversight role by internal audit. Internal audit undertakes both regular and ad hoc reviews of risk management controls and procedures, the results of which are reported to the audit committee.

The company has exposure to the following risks arising from its financial risk management:

Credit risk

Liquidity risk

Commodity price risk

Foreign currency risk

The Company manages its financial operations with its own accruals and hence is not subject to interest rate risk. The company manages its working capital with its own stock and debtors. However, the overdraft/ cash credit facility from our bankers are utilised to manage the working capital gap as and when required. The company does not foresee any requirement for long term funding in the near future.

Credit risk management

Credit risk is the risk of financial loss to the company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's trade receivables, deposits and other financial assets.

**STANDALONE
NOTES FORMING PART OF FINANCIAL STATEMENTS**

28.11 Risk Management framework (Contd.)

Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the creditworthiness of customers to which the Company grants credit terms in the normal course of business. The company has established a strong liquidity damage agreement with its customers. The normal credit period for trade receivables are 15 days / 45 days and any settlement beyond 15 / 45 to 90 days and thereafter the same is compensated by and agreed interest on outstanding amounts.

The company based on internal assessment which is driven by the historical experience and current facts available in relation to default and delays in collection thereof, has decided not to make any provision for the expected credit loss of trade receivables. The company does not foresee any requirement to create the allowance matrix considering the past trend and future operations.

Liquidity risk management

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the company's reputation. The average credit period for purchase of materials and traded products ranges from 30 to 60 days and the company settles the significant portion of the obligation within the aforesaid credit period. The company's working capital is adequately supported by Stock, Book debts and Bank overdraft/ CC facilities.

Commodity price risk management

The Company is exposed to commodity price risk, mainly in respect of Zinc, which is a key raw material in the manufacture of batteries. The price risk is linked to fluctuations in London Metal Exchange (LME). The Company manages the price risk by entering into a average price agreement with the vendor.

Foreign currency risk management

The Company undertakes transactions denominated in foreign currencies; consequently, exposure to exchange rate fluctuations arise. The company has the policy of settling the foreign exchange exposure within 5 to 10 days to mitigate the foreign currency risk.

28.12 Financing facilities

(Rs. in lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
Secured bank overdraft facilities		
- amount used	3,190.55	2,008.71
- amount unused	5,409.45	6,591.29
Secured letter of credit / bank guarantee	20.00	20.00

28.13 Fair value measurements

The company has not recognised any financial asset / liability at fair value. The directors consider that the carrying amounts of financial assets and financial liabilities that are recognised at fair value in the financial statements approximate their fair values.

28.14 Supreme Court ruling on Provident Fund

With regard to the Supreme Court ruling on the applicability of provident fund on all fixed allowances payable to employees, pending clarity on the matter, no provision is made in the books. Necessary provision will be made once the circular is issued / communication is received by the Company from the Provident Fund Authorities.

STANDALONE NOTES FORMING PART OF FINANCIAL STATEMENTS

28.15 Labour Code - Transition related

The Central Government has published the Code on Social Security, 2020 and Industrial Relations Code, 2020 ("the codes") in the Gazette of India, inter alia, subsuming various existing labour and industrial laws which deals with employees including post employment period. The Ministry of labour and employment has released draft rules for the Code on Social Security 2020 on November 13, 2020 which are yet to be notified. The company will assess and evaluate the impact once the subject rules are notified and will appropriately consider the same in its financial statements in the period in which the Code becomes effective.

28.16 Material Changes and Commitments/Impact of COVID-19 Pandemic

Based on current assessment of the impact of COVID-19 on the operations of the Company and ongoing discussions with customers, vendors and service providers, the Company is confident of obtaining regular supply of raw materials and components, resuming supply chain logistics and serving customers.

The Company has considered the possible effects of COVID-19 on the carrying amounts of Property, Plant and Equipment, Investments, Inventories, Trade Receivable and Other Current Assets. In developing the assumptions relating to the possible future uncertainties in the economic conditions because of this pandemic, the company, as at the date of approval of the financial results, has used external and internal sources of information/ indicators to estimate the future performance of the Company. Based on current estimates, the Company expects the carrying amount of these assets to be recovered in full. However, the final impact may differ from the current estimates made as at the date of approval of the financial statements for the year ended 31-03-2022, considering the prevailing uncertainties.

28.17 Loans or advances (repayable on demand or without specifying any terms or period of repayment) to specified persons

During the year ended March 31, 2022 the Company did not provide any Loans or advances which remains outstanding (repayable on demand or without specifying any terms or period of repayment) to specified persons (Nil as on March 31, 2021).

28.18 Relationship with Struck off Companies

The Company did not have any transaction with companies struck off during the year ended March 31, 2022 and also for the year ended March 31, 2021.

28.19 Disclosure in relation to undisclosed income

The Company does not have any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income.

28.20 Details of Benami Property held

The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company, during the year ended, March 31, 2022 and March 31, 2021 for holding any Benami Property.

28.21 Details of Crypto Currency or Virtual Currency

The Company has not traded or invested in Crypto currency or Virtual Currency during the year ended March 31, 2022 and March 31, 2021.

28.22 Utilisation of Borrowed Fund & Share Premium

The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall: (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or (b) provide any guarantee, security or the like on behalf of the ultimate beneficiaries.

**STANDALONE
NOTES FORMING PART OF FINANCIAL STATEMENTS**

The Company has not advanced or lent or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall: (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

28.23 Registration of charges or satisfaction with register of companies

The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

28.24 Compliance with Number of layers of companies

The Company has complied with the number of layers prescribed under clause (87) of section 2 of the Companies Act, 2013 read with Companies (Restriction on number of Layers) Rules, 2017.

28.25 Ratios

Ratio	Numerator	Denominator	For the year ended March 31, 2022	For the year ended March 31, 2021	% Variance	Reason for Variance
Current Ratio	Current Assets	Current Liabilities	2.13	2.79	(23.80%)	
Debt-Equity Ratio	Total Debt	Shareholder's Equity	0.17	0.12	34.51%	Increase in utilisation of working capital facility
Debt Service Coverage Ratio	Earnings for debt service	Debt Service	5.54	10.63	(47.87%)	Lower EBITDA
Return on Equity Ratio	Net Profit after taxes	Average Shareholder's Equity	0.03	0.16	(78.54%)	Unable to pass on the rise in commodity prices has resulted in an overall reduction on PAT for the year.
Inventory turnover ratio	Cost of goods sold	Average inventory	2.97	3.89	(23.47%)	
Trade Receivables turnover ratio	Net Sales	Average trade receivables	6.12	5.17	18.53%	
Trade payables turnover ratio	Net Purchases and other expenses	Average Trade Payables	8.47	7.05	20.29%	
Net capital turnover ratio	Net Sales	Working Capital	4.41	2.98	47.90%	Decrease in working capital due to reduction in trade receivables
Net profit ratio	Net profit after taxes	Net Sales	0.02	0.09	(75.93%)	Increase in cost of materials consumed
Return on Capital employed	Earning before interest and taxes	Capital Employed	0.05	0.19	(73.27%)	Lower EBIT due to increase in commodity prices and unable to pass on.
Return on investment	Income from Investment	Average Investment	0.06	0.09	(37.20%)	Reduction in interest rates.

28.26 Figures of the previous year have been regrouped/rearranged wherever considered necessary.

28.27 Approval of Financial Statement

The financial statements were approved for issue by the board of directors on May 27, 2022.

As per our Report attached

For **G BALU ASSOCIATES LLP**
Chartered Accountants
FRN : 000376S/S200073

RAJA GOPALAN B
Partner (M No.217187)
Place : Chennai
Date : 27th May, 2022

N. RAMESH RAJAN
Chairman

C.R. SIVARAMAKRISHNAN
Chief Financial Officer

For and on behalf of the Board of Directors

P. DWARAKNATH REDDY
Managing Director

R.P. KHAITAN
Joint Managing Director

J. SRINIVASAN
Company Secretary

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF INDO-NATIONAL LIMITED

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the accompanying Consolidated Financial Statements of Indo National Limited (hereinafter referred to as the "Holding Company") and its subsidiaries (Holding Company and its subsidiaries together referred to as "the Group") and its associate, which comprise the Consolidated Balance Sheet as at March 31, 2022, and the Consolidated Statement of Profit and Loss (including other comprehensive income), the Consolidated Statement of Cash Flows and the Consolidated Statement of Changes in Equity for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies and other explanatory information prepared based on the relevant records (hereinafter referred to as "the consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by The Companies Act, 2013, as amended ("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 consolidated state of affairs of the Group and its associate as at March 31, 2022, their consolidated total comprehensive income (comprising consolidated profit and consolidated other comprehensive income) their consolidated cash flows and consolidated statement of changes in equity for the year ended on that date.

Basis for Opinion

We conducted our audit of the consolidated financial statements in accordance with the Standards on Auditing (SAs), as specified under section 143(10) of The Act. Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the consolidated financial statements' section of our report. We are independent of the Group and its associate in accordance with the 'Code of Ethics' issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the consolidated financial statements under the provisions of The Act and the Rules there under, 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 audit opinion on the consolidated financial statements.

Emphasis of Matter

We draw attention to Note No.34 to the Statement, which describes the Management's assessment of the uncertainties and the impact of COVID-19 pandemic on the Company's operations and the financial results. The Management has assessed that there is no material impact on the financial statements due to lockdown and related restrictions imposed towards controlling the COVID-19 pandemic. Our opinion is not modified in respect of this matter.

Key Audit Matters

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

Information Other than the consolidated financial statements and auditor's report thereon

The Holding Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexure to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information in the annual reports, but does not include the consolidated financial statements and our Auditor's report thereon.

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

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained during the course of our audit 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.

Managements' Responsibility for the consolidated financial statements

The Holding Company's Board of Directors are responsible for the preparation of these consolidated financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, consolidated cash flows and consolidated statement of changes in equity of the Group including its associate in accordance with the accounting principles generally accepted in India including the Indian Accounting Standards specified in the Companies (Indian Accounting Standards) Rules, 2015 (as amended) under Section 133 of the Act. The respective Board of Directors of the companies included in the Group and of its associate are responsible for the maintenance of adequate accounting records in accordance with the provisions of the Act for safe guarding of the assets of the Group and of its associate and for preventing and detecting fraud and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring 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, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial statements, the respective Board of Directors of the Companies included in the Group and of its associate are responsible for assessing the ability of the Group and of its associate 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 Group or to cease operations, or has no realistic alternative but to do so.

Those respective Board of Directors of the companies included in the Group and of its associate company is responsible for overseeing the financial reporting process of the Group and of its associate.

Auditors' Responsibility for the Audit of the consolidated financial statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but it 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 consolidated financial statements.

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

- a) Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and

obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- b) 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 Holding Company has adequate internal financial controls system with reference to the financial statements in place and the operating effectiveness of such controls.
- c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- d) Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group and its associate to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and its associate to cease to continue as a going concern.
- e) Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- f) Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group and its associate to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which we are the independent auditors. However, as refer to the other matter below, for the financial results / financial information of the other entities included in the consolidated financial statements, have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audit carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial statements of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

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

Other Matters

We did not audit the financial statements and other financial information in respect of four subsidiaries, whose financial statements reflect total assets of Rs.25,267.67 lakhs as at 31st March 2022, total revenues of Rs.20,191.19 lakhs and net cash outflows amounting to Rs.424.50 lakhs for the year ended on that date, as considered in the consolidated financial statement These financial statement and other financial information have been audited by other auditors, which financial statements, other financial information and auditor’s reports have been furnished to us by the management as considered in the consolidated financial statements. The consolidated financial statements also include the Group’s share of total comprehensive loss (comprising of loss before tax and other comprehensive loss) of Rs.(-) 56.07 Lakhs for the year ended March 31, 2022 as considered in the consolidated financial statements, in respect of one associate company whose financial statements have not been audited by us. These financial statements / financial information have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, and associate, and our report in terms of sub-sections (3) and (11) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries and associate, is based solely on the reports of the other auditors.

Our opinion on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the financial statements and other financial information certified by the Management.

Report on Other Legal and Regulatory Requirements

- 1) As required by clause (xxi) of the Companies (Auditor’s Report) Order, 2020 (“the Order”) issued by the Central Government in terms of Section 143(11) of the Act, we report the following qualifications or adverse remarks by the respective auditors in the companies (Auditor,s Report) order (CARO) reports of the companies included in the consolidated financial statements.

Name of the company	Clause No.	Remarks
Kineco Excel Composites India Private Limited (Associate company)	(xvii)	The Company has incurred cash losses during the financial year amounting to Rs. 81.42 lakhs, this being the first year of operations.
Kineco Limited (Step down subsidiary)	(ii)(b)	The monthly statements filed by the company with the bank are in agreement with the books of accounts of the Company subject to adjustments as disclosed in the financial statements.

- 2) As required by Section 143(3) of the Act, based on our audit and on the consideration of report of the other auditors on separate financial statements and the other financial information of subsidiaries, and associate, as noted in the ‘other matter’ paragraph, we report, to the extent applicable, that:
 - a) have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements;
 - b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidation of the financial statements have been kept by the Company so far as it appears from our examination of those books;

- c) The consolidated balance sheet, the consolidated statement of profit and loss (including other comprehensive income), consolidated cash flow statement and the consolidated statement of changes in equity dealt with by this report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
- d) In our opinion, the aforesaid consolidated financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time;
- e) On the basis of the written representations received from the directors of the Holding Company, taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors who are appointed under Section 139 of the Act, of its subsidiary companies and associate company none of the Directors of the Group is disqualified as on March 31, 2022, from being appointed as a Director in terms of Section 164 (2) of the Act.
- f) With respect to the adequacy of the internal financial controls with reference to consolidated financial statements of the Group and associate company incorporated in India and the operating effectiveness of such controls, refer to our separate Report in Annexure A. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Holding Company's internal financial controls with reference to financial statements.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirement of section 197(16) of the Act:

In our opinion and based on the consideration of reports of other statutory auditors of the subsidiaries and associates incorporated in India, the managerial remuneration paid/provided by the holding Company and its listed subsidiaries incorporated in India to its Directors during the year is in accordance with the provisions of section 197 read with Schedule V to the Act. on the basis of reports of the statutory auditors of the subsidiaries and associate company being private companies, the provisions of Section 197 of the Act related to managerial remunerations are not applicable.

- h) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the report of the other auditors on separate financial statements as also the other financial information of the subsidiaries and associate, as noted in the 'Other matter' paragraph:
 - i. The consolidated financial statements disclose the impact of pending litigations on its financial position in its Consolidated Financial Statements– Note No.31.1 to the Consolidated Financial Statements;
 - ii. The Group and its associates did not have any long-term contracts including derivative contracts as at March 31, 2022 for which there were material foreseeable losses during the year ended March 31, 2022.
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Holding Company, its subsidiary and its associate incorporated in India during the year ended March 31, 2022.
 - iv. a) The respective Managements of the Holding Company and its subsidiaries and associate company which are companies incorporated in India whose financial statements have been audited under the Act have represented to us and the other auditors of such subsidiaries and associate respectively that, to the best of their knowledge and belief,

- no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company or any of such subsidiary and associates to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company or any of such subsidiaries and associate ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- b) The respective Managements of the Holding Company and its subsidiaries and associate company, which are companies incorporated in India whose financial statements have been audited under the Act have represented to us and the other auditors of such subsidiaries and associate respectively that, to the best of their knowledge and belief, no funds have been received by the Holding Company or any of such subsidiaries and associate company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company or any of such subsidiaries and associate shall, whether directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and,
- c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances performed by us and that performed by auditors of the subsidiaries and associate, which are companies incorporated in India, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e) contain any material misstatement. Further the financial statements of the subsidiary and associate, which are companies incorporated in India, are unaudited and have been consolidated based on the Management certified financial statements and our opinion on the consolidated financial statements, in so far as it relates to this clause are based solely on the representation received from the respective management of the components. This subsidiary and associate are not material to the group.
- v. a) The final dividend proposed in the previous year, declared and paid by the Holding Company during the year is in accordance with Section 123 of the Act, as applicable.
- b) The Board of Directors of the Holding Company have proposed final dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting. The amount of dividend proposed is in accordance with section 123 of the Act, as applicable.

For G Balu Associates LLP
Chartered Accountants
FRN : 000376S/S200073

Place: Chennai
Date : 27th May, 2022

Raja Gopalan. B
Partner (M.No.217187)
UDIN:22217187AJRXRR9577

Annexure A to the Independent Auditor’s Report of even date on the Consolidated Financial Statements of Indo-National Limited

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

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended March 31, 2022, we have audited the internal financial controls with reference to these consolidated financial statements of Indo National Limited (hereinafter referred to as “the Holding Company”), its subsidiary and its associate, which are Companies incorporated in India, as of that date.

Management’s responsibility for internal financial controls

The respective management of the Holding Company, its subsidiary and its associate to whom reporting under clause (i) of sub section 3 of Section 143 of the Act in respect of adequacy of the internal financial control with reference to financial statements is applicable, which are Companies incorporated in India, are responsible for establishing and maintaining internal financial control based on internal financial controls criteria established by the respective Companies 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 Holding Company’s internal financial controls with reference to financial statements 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, and prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls and both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting with reference to these consolidated financial statements was established and maintained and if such controls operated effectively in all material respects.

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

We believe that the audit evidence and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matters paragraph below we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls with reference to these consolidated financial statements. The financial results/financial information the other entities

included in the consolidated financial statements, have not been audited by their respective auditors and the same has been certified by the management. In our opinion and according to the information and explanations given to us by the management, this financial statements / financial information is not material to the Group.

Meaning of internal financial control with reference to consolidated financial statements

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

Inherent limitation of internal financial control with reference to consolidated financial statements

Because of the inherent limitations of internal financial controls with reference to these consolidated financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to these consolidated financial statements to future periods are subject to the risk that the internal financial control with reference to these consolidated financial statements 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 Group and its associate company, which are companies incorporated in India, have maintained in all material respects, adequate internal financial controls with reference to these consolidated financial statements and such internal financial controls with reference to these consolidated financial statements and were operating effectively as at March 31, 2022, based on the internal control over financial reporting criteria established by the Holding Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For G Balu Associates LLP
Chartered Accountants
FRN : 000376S/S200073

Place: Chennai
Date : 27th May, 2022

Raja Gopalan. B
Partner (M.No.217187)
UDIN:22217187AJRXXR9577

**CONSOLIDATED
BALANCE SHEET**

as at March 31, 2022

(Rs. in Lakhs)

Particulars	Note No.	Balance as at 31.03.2022	Balance as at 31.03.2021
I. ASSETS			
1 Non-Current Assets			
(a) Property plant and equipment	3A	16,046.68	12,580.69
(b) Capital work in progress	3B	196.12	141.78
(c) Other Intangible assets	4	344.62	434.05
(d) Right of use asset	4A	215.27	227.57
(e) Goodwill on consolidation	5	4,940.90	4,940.90
(f) Financial assets			
(i) Investments	6A	27.36	0.37
(ii) Other financial assets	6B	59.17	58.00
(g) Non-current tax assets	6C	191.46	181.97
(h) Other Non-current assets	7	187.78	45.30
Total Non-current Assets		22,209.36	18,610.63
2 Current Assets			
(a) Inventories	8	11,644.58	8,721.29
(b) Financial assets			
(i) Trade receivables	9A	9,471.74	15,079.42
(ii) Cash and cash equivalents	9B	616.97	2,628.21
(iii) Bank balances other than above	9B	2,537.58	1,814.88
(iv) Other financial assets	9C	524.54	368.12
(c) Current Tax Assets	10	302.57	195.06
(d) Assets held for sale	10A	7.00	7.00
(e) Other current assets	11	3,828.52	3,889.95
TOTAL CURRENT ASSETS		28,933.50	32,703.93
TOTAL ASSETS		51,142.86	51,314.56
II. EQUITY & LIABILITIES			
1 Equity			
(a) Equity share capital	12	375.00	375.00
(b) Other equity	13	23,644.65	23,824.69
Equity attributable to owners of the Company		24,019.65	24,199.69
2 Non controlling interest	14	3,548.75	3,064.44
Total Equity		27,568.40	27,264.13
LIABILITIES			
3 Non-Current Liabilities			
(a) Financial liabilities			
(i) Borrowings	15A	3,748.44	3,585.71
(ii) Lease liabilities	15B	97.42	109.67
(b) Provisions	16	1,075.80	930.72
(c) Deferred tax liabilities (Net)	17	1,861.03	1,690.94
(d) Other Non-current liabilities	18	98.41	107.73
Total Non-Current Liabilities		6,881.10	6,424.77
4 Current Liabilities			
(a) Financial liabilities			
(i) Borrowings	19A	8,624.30	8,734.59
(ii) Lease Liabilities	19B	11.90	10.37
(iii) Trade payables			
a. Total outstanding dues of micro enterprises and small enterprises		356.12	551.63
b. Total outstanding dues of creditors other than micro enterprises and small enterprises		5,539.83	5,746.91
(iv) Other financial liabilities	19C	223.95	187.25
(b) Other current liabilities	20	1,157.05	1,403.95
(c) Current Tax liability	20A	0.05	1.42
(d) Provisions	16	780.16	989.54
Total Current Liabilities		16,693.36	17,625.66
TOTAL EQUITY AND LIABILITIES		51,142.86	51,314.56

See accompanying notes forming part of the consolidated financial statements

As per our Report attached

For **G BALU ASSOCIATES LLP**
Chartered Accountants
FRN : 000376S/S200073

N. RAMESH RAJAN
Chairman

RAJA GOPALAN B
Partner (M No.217187)

C.R. SIVARAMAKRISHNAN
Chief Financial Officer

Place : Chennai
Date : 27th May, 2022

For and on behalf of the Board of Directors

P. DWARAKNATH REDDY
Managing Director

R.P. KHAITAN
Joint Managing Director

J. SRINIVASAN
Company Secretary

**CONSOLIDATED
STATEMENT OF PROFIT AND LOSS**

for the year ended March 31, 2022

(Rs. in Lakhs)

Particulars	Note No.	For the Year ended 31.03.2022	For the Year ended 31.03.2021
I. Revenue from Operations (Gross)	21	57,018.28	53,181.00
II. Other Income	22	1,876.09	1,840.51
III. Total Income (I+II)		<u>58,894.37</u>	<u>55,021.51</u>
IV. Expenses			
(a) Cost of. materials consumed	23	25,581.33	21,916.90
(b) Purchase of stock-in-trade - Traded goods	24	9,685.69	7,358.13
(c) Changes in inventories of raw material	25	(1,109.72)	399.01
(d) Employee benefit expenses	26	8,708.71	8,131.89
(e) Finance Costs	27	1,076.98	1,275.66
(f) Depreciation and amortization expense	28	1,318.09	1,258.20
(g) Other expenses	29	11,542.48	9,700.15
Total Expenses		<u>56,803.56</u>	<u>50,039.94</u>
V. Profit / Loss before exceptional & tax (III-IV)		2,090.81	4,981.57
VI. Exceptional items		-	-
VII. Profit before tax expense (V-VI)		<u>2,090.81</u>	<u>4,981.57</u>
VIII. Tax expenses			
(a) Current Tax	30	570.66	1,548.90
(b) Deferred Tax	30	180.15	181.39
Total Tax (a+b)		<u>750.81</u>	<u>1,730.29</u>
IX. Profit for the year (VII-VIII)		1,340.00	3,251.28
X. Share of profit /(loss) of joint ventures and associates (net)		(56.07)	-
XI. Profit for the year after share of loss of joint ventures and associates (IX+X)		<u>1,283.93</u>	<u>3,251.28</u>
XII. Other Comprehensive Income			
Items that will not be reclassified to profit or loss			
(i) Remeasurements of defined benefit plans		(52.43)	(95.11)
(ii) Equity instruments through other comprehensive income		10.23	32.02
Total Comprehensive Income for the year		<u>(42.20)</u>	<u>(63.09)</u>
XIII. Total Comprehensive Income for the year (XI+XII)		<u>1,241.73</u>	<u>3,188.19</u>
Profit for the year attributable to			
- Owners of the company		794.45	3,037.69
- Non-controlling interest		489.48	213.59
Other Comprehensive Income for the year attributable to			
- Owners of the company		(36.99)	(79.75)
- Non-controlling interest		(5.21)	16.66
Total Comprehensive Income for the year attributable to			
- Owners of the company		757.46	2,957.94
- Non-controlling interest		484.27	230.25
		<u>1,241.73</u>	<u>3,188.19</u>
XIV. Earnings Per Share (EPS) of Rs.5/- each			
(1) Basic		10.59	40.50
(2) Diluted		10.59	40.50

See accompanying notes forming part of the consolidated financial statements

As per our Report attached

For **G BALU ASSOCIATES LLP**
Chartered Accountants
FRN : 000376S/S200073

RAJA GOPALAN B
Partner (M No.217187)
Place : Chennai
Date : 27th May, 2022

N. RAMESH RAJAN
Chairman

C.R. SIVARAMAKRISHNAN
Chief Financial Officer

For and on behalf of the Board of Directors

P. DWARAKNATH REDDY
Managing Director

R.P. KHAITAN
Joint Managing Director

J. SRINIVASAN
Company Secretary

**CONSOLIDATED
STATEMENT OF CASH FLOWS**

for the year ended March 31, 2022

(Rs. in Lakhs)

Particulars	For the Year ended March 31, 2022	For the Year ended March 31, 2021
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	2,090.81	4,981.57
Adjustment for :		
Depreciation	1,318.09	1,258.20
Profit / Loss on sale of Fixed Assets	(195.42)	(19.73)
Provision for doubtful debts	16.72	28.10
Interest Income	(1,075.00)	(1,707.66)
Finance Charges	1,076.98	1,275.66
Share of profit or loss of associates	56.07	-
Operating profit before working capital changes	<u>3,288.25</u>	<u>5,816.14</u>
Changes in operating assets and liabilities		
(Increase) / decrease in Financial assets & other current assets	(961.33)	1,160.94
(Increase) / decrease in Trade receivables	5,590.96	(3,516.38)
(Increase) / decrease in Inventories	(2,923.29)	37.16
Increase/ (decrease) in trade payables	(402.59)	(617.73)
Increase/ (decrease) in provisions and other liabilities (including financial liabilities)	(420.32)	(767.90)
Changes in Working Capital	<u>883.43</u>	<u>(3,703.91)</u>
Cash generated from Operations	4,171.68	2,112.23
<u>Less:</u> Income tax paid	(668.03)	(1,030.35)
Net Cash from Operating Activities (A)	<u>3,503.65</u>	<u>1,081.88</u>
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Property, Plant and Equipment (including changes in Capital Work in Progress)	(5,189.23)	(1,039.33)
Sale proceeds of PPE	656.19	43.80
Purchase of non-current Investment	(82.87)	(0.10)
Interest received	1,075.00	1,707.66
Dividend paid to non - controlling shareholders	-	(245.00)
Net cash used in investing activities (B)	<u>(3,540.91)</u>	<u>467.03</u>

**CONSOLIDATED
STATEMENT OF CASH FLOWS**

for the year ended March 31, 2022 (Contd.)

(Rs. in Lakhs)

Particulars	For the Year ended March 31, 2022	For the Year ended March 31, 2021
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from/ (repayment of) long term borrowings	162.73	177.79
Proceeds from short term borrowings	1,900.00	2,557.39
Repayment of short term borrowings	(2,010.29)	(2,308.05)
Dividend Paid and Tax Paid	(937.50)	(187.50)
Payment of principal portion of lease liabilities	(11.94)	
Finance Costs paid	(1,076.98)	(1,275.66)
Net cash used in financing activities (C)	(1,973.98)	(1,036.03)
D. NET INCREASE / (DECREASE) IN CASH & CASH EQUIVALENTS	(2,011.24)	512.88
E. Effect of exchange difference on restatement of foreign currency cash and cash equivalents	-	-
F. Cash and cash equivalents at the beginning of the financial year	2,628.21	2,115.33
G. Cash and Cash Equivalents (Closing)	616.97	2,628.21

See Accompanying notes forming part of the consolidated financial statements

As per our Report attached

For **G BALU ASSOCIATES LLP**
Chartered Accountants
FRN : 000376S/S200073

RAJA GOPALAN B
Partner (M No.217187)
Place : Chennai
Date : 27th May, 2022

N. RAMESH RAJAN
Chairman

C.R. SIVARAMAKRISHNAN
Chief Financial Officer

For and on behalf of the Board of Directors

P. DWARAKNATH REDDY
Managing Director

R.P. KHAITAN
Joint Managing Director

J. SRINIVASAN
Company Secretary

**CONSOLIDATED
STATEMENT OF CHANGES IN EQUITY**

for the year ended March 31, 2022

(Rs. in lakhs)

a) EQUITY SHARE CAPITAL	No. of Shares in Lakhs	Value of Shares
Balance as at April 1, 2020 (37.50 Lakh Equity shares of Rs.10/- each)	37.50	375.00
Changes in equity share capital during the year	0.00	0.00
Balance as at April 1, 2021	37.50	375.00
Shares extinguished on splitting of shares (Refer note below)	(37.50)	0.00
Issue of share capital during the year	0.00	0.00
75.00 Lakhs Equity shares @ Rs.5/- each during the year on splitting (Refer note below)	75.00	0.00
Balance as at March 31, 2022 (75.00 Lakhs Equity shares @ Rs.5/- each)	75.00	375.00

Note : During the financial year 2021-22 one equity share of face value of Rs.10/- each was split into two equity shares of Rs.5/- each fully paid up.

b) OTHER EQUITY

PARTICULARS	RESERVES & SURPLUS			Items of other comprehensive income	Total
	GENERAL RESERVE	SECURITIES PREMIUM	RETAINED EARNINGS		
Balance as at April 1, 2020	19,257.82	981.21	815.22	-	21,054.25
Profit for the year	-	-	3,037.69	-	3,037.69
Transfer to General reserve	2,500.00	-	(2,500.00)	-	-
Other comprehensive Income	-	-	-	(79.75)	(79.75)
Payment of Dividend FY 2019-20	-	-	(187.50)	-	(187.50)
Balance as at March 31, 2021	21,757.82	981.21	1,165.41	(79.75)	23,824.69
Profit for the year	-	-	794.45	-	794.45
Transfer to General reserve	-	-	-	-	-
Other comprehensive Income	-	-	-	(36.99)	(36.99)
Payment of Dividend FY 2020-21	-	-	(937.50)	-	(937.50)
Balance as at March 31, 2022	21,757.82	981.21	1,022.36	(116.74)	23,644.65

See Accompanying notes forming part of the consolidated financial statements

As per our Report attached

For **G BALU ASSOCIATES LLP**
Chartered Accountants
FRN : 000376S/S200073

RAJA GOPALAN B
Partner (M No.217187)
Place : Chennai
Date : 27th May, 2022

N. RAMESH RAJAN
Chairman

C.R. SIVARAMAKRISHNAN
Chief Financial Officer

For and on behalf of the Board of Directors

P. DWARAKNATH REDDY
Managing Director

R.P. KHAITAN
Joint Managing Director

J. SRINIVASAN
Company Secretary

CONSOLIDATED NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

1. CORPORATE INFORMATION

Indo National Limited ("the parent company") is a public limited company domiciled in India and incorporated under the provisions of Companies Act, 1956 and has its registered office in Chennai. The parent group has 4 subsidiaries. The parent company is in the business of manufacture and marketing of batteries, torches, LED products, electrical accessories, mosquito bats and razors and blades. The Parent company together with its subsidiaries is hereinafter referred to as the "Group".

2. SIGNIFICANT ACCOUNTING POLICIES

2.1 Statement of compliance

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under Section 133 of Companies Act, 2013, (the 'Act'), the Companies (Indian Accounting Standards) Rules 2015, as amended and other relevant provisions of the Act and comply in all material aspects with the provisions mentioned above.

2.2 Basis of preparation

The consolidated financial statements have been prepared on the historical cost convention under accrual basis of accounting except for the following:

- (i) certain financial instruments are measured at fair value and
- (ii) defined benefit plans- plan assets measured at fair value.

Measurement of Fair values

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Group takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and / or disclosure purposes in these consolidated financial statements is determined on such a basis, except for leasing transactions that are within the scope of Ind AS 116 and measurements that have some similarities to fair value but are not fair value, such as net realisable value in Ind AS 2 or value in use in Ind AS 36. In addition, for financial reporting purposes, fair value measurements are categorised into Level 1, 2, or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the Group can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly and
- Level 3 inputs are unobservable inputs for the asset or liability.

2.3 Principles of consolidation

The consolidated financial statements incorporate the financial statements of the group and its Joint Ventures and Subsidiaries drawn upto the same reporting date as that of the Group i.e. March 31, 2022. Control is achieved when the group has power over the investee, is exposed or has right to variable return from its investment with the investee and has the ability to use its power to affect its returns.

Consolidation of subsidiary begins when the group obtains control over the subsidiary and ceases when the group loses control of the subsidiary. Specifically, income and expenses of a subsidiary acquired or disposed of during the year are included in the consolidated Statement of Profit and Loss from the date the group gains controls until the date when the group ceases to control the subsidiary.

CONSOLIDATED NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Profit or loss and each component of other comprehensive income are attributed to the owners of the Group and to the non-controlling interests. Total comprehensive income of subsidiaries is attributed to the owners of the Group and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with the Group's accounting policies.

All intra-group assets and liabilities, equity, income, expense, and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

2.4 Use of estimates and judgements

The preparation of the consolidated financial statements in conformity with Ind AS requires the management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the consolidated financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise. Estimates have been used in provision for warranties, provision for employee benefits, allowance for expected credit loss on financial assets and useful lives of property, plant and equipment.

Key source of estimation of uncertainty at the date of financial statements, which may cause a material adjustment to the carrying amount of assets and liabilities within the next financial year are:

i) Useful lives of property, plant and equipment and intangible assets:

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

ii) Valuation of deferred tax assets:

The group reviews the carrying amount of deferred tax assets at the end of each reporting period. The policy for the same has been explained under Note 2.16 below.

iii) Actuarial Valuation:

The determination of group's liability towards defined benefit obligation to employees is made through independent actuarial valuation including determination of amounts to be recognised in the Statement of Profit and Loss and in Other Comprehensive Income. Such valuation depends upon assumptions determined after taking into account inflation, seniority, promotion and other relevant factors such as supply and demand factors in the employment market. Information about such valuation is provided in the notes to the financial statements.

iv) Provisions and Contingent Liabilities:

The policy for the same has been explained under Note 2.17 below.

2.5 Property, plant and equipment

Property, plant and equipment are carried at acquisition cost (net of refundable taxes - primarily input credit relating to Goods and Service Tax) less accumulated depreciation and impairment losses, if any. Cost of property, plant and equipment include purchase price, expenses incidental to making the assets ready for its intended use, attributable borrowing costs and net of any trade discounts and rebates. Subsequent expenditure on property, plant and equipment, after its purchase / completion, is capitalised only if such expenditure results in an increase in the future benefits from such asset beyond its previously assessed standard of performance. Property, plant and equipment retired from active use and held for sale are stated at the lower of their net book value and net realisable value and are disclosed separately.

CONSOLIDATED NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Depreciation

Depreciation on property, plant and equipment is provided on a pro-rata basis using the straight line method as per the useful lives prescribed in Schedule II to the Companies Act, 2013, in the case of subsidiaries.

All items of property, plant and equipment costing less than Rs. 5,000 each are fully depreciated in the year of acquisition.

Property, Plant and equipment has been provided on the straight-line method on imported body maker and bag makers, other projects under plant and equipments on assets relating to 3D Project (I line), 3U Unit (New line), 4U Units (New lines), roads laid in factory and solar plant and written down value method on all other tangible assets as per the useful life prescribed in Schedule II to the Companies Act, 2013. Motor car purchased under new block is depreciated over 4 years. Depreciation methods, useful lives and residual values are reviewed periodically, including at each financial year end., in the case of the holding company.

Capital work in progress

Projects under which assets are not ready for their intended use and other capital work in progress are carried at cost, comprising direct cost, related incidental expenses and attributable interest, if any.

2.6 Intangible assets

Intangible assets with finite useful lives that are acquired separately are carried at cost less accumulated amortization and accumulated impairment losses. Amortization is recognised on a straight-line basis over their estimated useful lives. The estimated useful life and amortization method are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on a prospective basis. Intangible assets with indefinite useful lives that are acquired separately are carried at cost less accumulated impairment losses. Intangible assets are amortized over their useful life.

Intangible assets under development

The Company expenses costs incurred during research phase to profit or loss in the year in which they are incurred. Development phase expenses are initially recognised as intangible assets under development until the development phase is complete, upon which the amount is capitalised as intangible asset.

2.7 Impairment of property, plant and equipment and intangible assets

The carrying value of property, plant and equipment and intangible assets is reviewed at each Balance Sheet date for impairment. If any indication of impairment exists, the recoverable amount of such assets is estimated and impairment is recognised, if the carrying amount of these assets exceeds their recoverable amount. The recoverable amount is the greater of the net selling price and their value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset or cash generating unit and from its disposal at the end of its useful life. When there is indication that an impairment loss recognised for an asset in earlier accounting periods no longer exists or may have decreased such reversal of impairment loss is recognised in the Statement of Profit and Loss.

The carrying values of assets / cash generating units at each balance sheet date are reviewed for impairment if any indication of impairment exists. However, the following intangible assets are tested for impairment in each financial year even if there is no indication that the asset is impaired:

- (a) an intangible asset that is not yet available for use and
- (b) an intangible asset that is amortised over a period exceeding ten years from the date when the asset is available for use.

If the carrying amount of the assets exceed the estimated recoverable amount, an impairment is recognised for such excess amount. The impairment loss is recognised as an expense in the consolidated Statement of Profit and Loss, unless the asset is carried at revalued amount, in which case any impairment loss of the revalued asset is treated as a revaluation decrease to the extent a revaluation reserve is available for that asset. The recoverable amount is the greater of the fair value less costs of disposal and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate

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discount factor, that reflects current market assessments of the time value of money and the risks, specific to the asset for which the estimates of future cash flows have not been adjusted. When there is indication that an impairment loss recognised for an asset (other than a revalued asset) in earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognised in the consolidated Statement of Profit and Loss, to the extent the amount was previously charged to the consolidated Statement of Profit and Loss. In case of revalued assets such reversal is not recognised.

2.8 Inventories

Inventories are valued at the lower of cost (on FIFO basis) and net realisable value after providing for obsolescence and other losses, where considered necessary. Cost includes all charges in bringing the goods to the point of sale including octroi and other levies, transit insurance and receiving charges. Finished goods and work in progress include apportionment of overheads. Net realisable value is the estimated selling price less estimated costs for completion and sale.

Raw materials including components, finished goods, work in process, stock in trade, material in transit, packing materials and stores & spares have been valued at lower of cost and estimated net realizable value. Cost is computed under FIFO method. Excise duty payable on manufactured finished goods held in the factory is included in the value of closing stock wherever applicable. Moulds, dies and tools, developed in house for specific customer application are classified as 'Composite tooling' based on technical consideration. These are shown in balance sheet based upon technical, and economic evaluation carried out by independent valuers but not exceeding the cost thereof. In case the technical or economic factors underlying the valuation undergo material or adverse changes, appropriate write down is made in the year of such adverse change. Material in transit is valued at cost.

2.9 Foreign currency transactions and translations

The functional currency of the Group is Indian rupee (INR).

Foreign currency transactions are initially recorded at the spot rates on the date of the transactions. Monetary assets and liabilities related to foreign currency transactions remaining unsettled at the end of the year are translated at year-end rates. Non-monetary items denominated in other currencies and that are measured in terms of historical cost are translated at the exchange rates prevailing on the dates on which such values are determined. The difference in translation of monetary assets and liabilities and realised gains and losses on foreign currency transactions are recognised in the consolidated Statement of Profit and Loss.

2.10 Financial Instruments

Financial assets and financial liabilities are recognised when the Group becomes a party to the contractual provisions of the instrument. Financial assets and liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value measured on initial recognition of financial asset or financial liability. The transaction costs directly attributable to the acquisition of financial assets and financial liabilities at fair value through profit and loss are immediately recognised in the consolidated Statement of Profit and Loss.

Effective Interest Rate method:

The effective interest method is a method of calculating the amortised cost of a financial instrument and of allocating interest income or expense over the relevant period. The effective interest rate is the rate that exactly discounts future cash receipts or payments through the expected life of the financial instrument, or where appropriate, a shorter period.

i) Financial assets

Financial assets at amortised cost

Financial assets are subsequently measured at amortised cost if these financial assets are held within a business whose objective is to hold these assets in order to collect contractual cash flows and the contractual

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terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amounts outstanding.

Financial assets as fair value through other comprehensive income (FVTOCI)

A financial asset is subsequently measured at fair value through other comprehensive income if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

The group has elected to present subsequent changes in fair value in other comprehensive income in case of investments based on its business model.

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

Financial assets are measured at fair value through profit or loss unless it is measured at amortised cost or at fair value through other comprehensive income on initial recognition. Gains or losses arising on remeasurement are recognised in the Statement of Profit or Loss.

Investment in subsidiaries

Investment in subsidiaries is carried at cost in the separate financial statements.

Impairment of financial assets

The Group recognises loss allowance using the Expected Credit Loss (ECL) model for the financial assets which are not valued through profit or loss. Loss allowance for all financial assets is measured at an amount equal to 12 months expected credit losses or lifetime Expected Credit Loss. The Group had used practical expedient by computing expected credit loss allowance for trade receivable by taking into consideration historical credit loss experience and adjusted for forward looking information. The amount of expected credit losses (or reversal) that is required to adjust the loss allowance at the reporting date to the amount that is required to be recognised as an impairment gain or loss in the Statement of Profit and Loss.

Loss allowance for expected credit losses is recognised for financial assets measured at amortised cost. For financial assets whose credit risk has not significantly increased since initial recognition, loss allowance equal to twelve months expected credit losses is recognised. Loss allowance equal to the lifetime expected credit losses is recognised if the credit risk on the financial instruments has significantly increased since initial recognition.

Derecognition of financial assets

The group derecognises an financial asset when (i) the contractual rights to receive cash flows from the asset expire, or (ii) the group has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a pass-through arrangement; and (a) the group has transferred substantially all the risks and rewards of ownership of the asset, or (b) the group has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset. On derecognition of the financial asset in its entirety, the difference between the assets carrying amount measured at the date of derecognition and the consideration received is recognised in the Statement of Profit and Loss.

The group derecognizes a financial asset only when the contractual rights to the cash flows from the asset expire.

ii) **Financial liabilities and equity instruments**

Classification as debt or equity

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

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Equity instruments

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments are recorded at the proceeds received, net of direct issue costs.

Financial Liabilities

All financial liabilities that are not held-for-trading and are not designated as at FVTPL are subsequently measured at amortised cost using the effective interest method. The interest expense that is not capitalised as part of costs of an asset is included in the 'Finance costs' line item.

- (i) Trade and other payables are initially measured at fair value, net of transaction costs, and are subsequently measured at amortised cost, using the effective interest rate method.
- (ii) Interest-bearing bank loans and overdrafts are initially measured at fair value and subsequently measured at amortised cost using the effective interest rate method. Any difference between the proceeds (net of transaction costs) and the settlement or redemption of borrowings is recognised over the term of the borrowings in accordance with the Group's accounting policy for borrowing costs.

Derecognition of financial liabilities

The Group derecognises financial liabilities when, and only when, the group's obligations are discharged, cancelled or have expired. An exchange between with a lender or debt instruments with substantially different terms is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. Similarly, a substantial modification of the terms of an existing financial liability (whether or not attributable to the financial difficulty of the debtor) is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable is recognised in the Statement of Profit and Loss.

The Group derecognises financial liabilities only when the Group's obligations are discharged, cancelled or they expire.

Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the Balance Sheet if there is current enforceable legal right to offset the recognised amounts and it is intended to either settle on a net basis or to realise the assets and settle the liabilities simultaneously.

iii) Derivative financial instruments

The Group enters into derivative financial instruments in the nature of forward exchange contracts to manage its exposure to foreign exchange rate risks on unexecuted firm commitments and highly probable forecast transactions. Such derivative financial instruments are marked to market and gain/ loss on such contracts is recognised in the Statement of Profit and Loss at the end of each reporting period. The derivatives are carried as financial assets when the fair value is positive and financial liabilities when the fair value is negative.

The hedges are accounted for and measured at fair value from the date the hedge contract is entered into and are subsequently re-measured to their fair value at the end of each reporting period. The fair values for forward currency contracts are marked to market at the end of each reporting period.

The hedge instruments are designated and documented as hedges at the inception of the contract. The effectiveness of hedge instruments to reduce the risk associated with the exposure being hedged is assessed and measured at inception and on an ongoing basis. The ineffective portion of designated hedges are recognised immediately in the Statement of Profit and Loss.

The effective portion of change in the fair value of the designated hedge instrument is recognised in the other comprehensive income and accumulated under the heading cash flow hedge reserve as a separate

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component of equity. Such amounts are reclassified into the Statement of Profit and Loss when the related hedged items affect profit or loss.

Hedge accounting is discontinued when the hedging instrument expires or is sold, terminated or no longer qualifies for hedge accounting. Any gain or loss recognised in other comprehensive income and accumulated in equity till that time remains and is recognised in profit or loss when the forecasted transaction ultimately affects the profit or loss. When a forecasted transaction is no longer expected to occur, the cumulative gain or loss accumulated in equity is transferred to the Statement of Profit and Loss.

2.11 Statement of cash flows

Statement of cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the group are segregated based on the available information.

Cash comprises of cash in hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

Bank overdraft and cash credit are also considered as part of cash and cash equivalents for the purpose of Statement of Cash Flows as they form part of cash management system.

2.12 Government grants

Government grants are recognised where there is reasonable assurance that the grant will be received and the group will comply with the conditions attached to them.

Where the grant relates to an asset the cost of the asset is shown at gross value and grant thereon is treated as capital grant which is recognised as income in the Statement of Profit and Loss over the period and in proportion in which depreciation is charged.

Revenue grants are recognised in the Statement of Profit and Loss in the same period as the related cost which they are intended to compensate are accounted for.

2.13 Revenue recognition

During the year the group earned revenue from the following sources which was recognised on the basis stated against each source:

Sale of goods

The Group recognizes revenue from sale of goods measured at the fair value of the consideration received or receivable, upon satisfaction of performance obligation which is at a point in time when control of the goods is transferred to the customer, generally on delivery of the goods.

The company recognises unearned revenue (i.e. contract liabilities) for consideration received in respect of unsatisfied performance obligations and reports these amounts as other liabilities in the balance sheet. Similarly, if the company satisfies a performance obligation before it receives the consideration, the company recognises as unbilled revenue (i.e. contract assets) in its balance sheet, depending on whether something other than the passage of time is required before the consideration is due.

The company presents revenues net of returns, trade discounts and indirect taxes in its statement of profit and loss.

Sale of services

Revenues from services are recognised when services are rendered and related costs are incurred.

Interest income

Interest income from a financial asset is recognised when it is probable that the economic benefits will flow

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to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

Interest income is accounted for using the effective interest rate method. Interest income on financial asset is accrued on a time proportion basis by reference to the principal amount outstanding and the applicable effective interest rate.

Insurance Claims

Insurance claims are accounted for on the basis of claims admitted and to the extent that the amount recoverable can be measured reliably and it is reasonable to expect ultimate collection.

2.14 Employee benefits

i) Short term

Short term employee benefits include salaries, allowances and performance incentives. The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by the employees are recognised as an expense in the Statement of Profit and Loss during the year when the employees render the service to the group.

ii) Long term

The group has defined contribution and defined benefit plans. The plans are financed by the group and in the case of some defined contribution plans by the group along with its employees.

Defined contribution plans

The group's contribution to provident fund and family pension fund made to regulatory authorities and where the group has no further obligation are considered as defined contribution plans and are charged as an expense in the Statement of Profit and Loss as they fall due based on the amount of contribution required to be made.

Defined benefit plans

Expenses for defined-benefit gratuity plans are calculated as at the balance sheet date by independent actuaries (using the projected unit credit method) in a manner that distributes expenses over the employee's working life. These commitments are valued at the present value of the expected future payments, with consideration for calculated future salary increases, using a discount rate corresponding to the interest rate estimated by the actuary having regard to the interest rate on government bonds with a remaining term that is almost equivalent to the average balance working period of employees. Actuarial gains/losses are recognised, in full in the other comprehensive income in the year in which they arise.

Other employee benefits

Compensated absences which accrue to employees and which can be carried to future periods but are expected to be encashed or availed in twelve months immediately following the year end are reported as expenses during the year in which the employees perform the services that the benefit covers and the liabilities are reported at the undiscounted amount of the benefits after deducting amounts already paid. Where there are restrictions on availment of encashment of such accrued benefit or where the availment or encashment is otherwise not expected to wholly occur in the next twelve months, the liability on account of the benefit is actuarially determined using the projected unit credit method.

2.15 Borrowings and borrowing costs

The group borrows funds in Indian Rupees. These borrowings carry a fixed rate or floating rate of interest. The liabilities are initially measured at the amount borrowed and subsequently stated at the outstanding amounts. Interest accrued but not due which is in the nature of current liability is classified as part of 'Other current financial liabilities'. Amount outstanding in respect of foreign currency borrowings are stated at the exchange rate at the Balance Sheet date.

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Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

All other borrowing costs are recognised in the Statement of Profit and Loss in the period in which they are incurred.

Borrowing costs include interest expense as per Effective Interest Rate (EIR). The borrowing costs in respect of foreign currency borrowings are adjusted for exchange differences, to the extent they are regarded as an adjustment to the interest cost.

2.16 Taxes on income

Tax expenses for the year, comprising of current tax and deferred tax, are included in the determination of net profit or loss for the period.

Current tax is measured at the amount expected to be paid to the tax authorities in accordance with the prevailing tax laws and includes any adjustment to tax payable in respect of previous years. Current tax assets and current tax liabilities are offset when there is a legally enforceable right to set off the recognized amounts and there is an intention to settle the asset and the liability on a net basis.

Deferred tax is provided / recognised using the balance sheet method, on all deductible temporary differences at the reporting date between the tax base of assets and liabilities and their carrying amounts for financial reporting purposes, on carry forward of unused tax credit and unused tax losses. Deferred tax assets and liabilities are measured using tax rates that are substantively enacted at the balance sheet date. At each balance sheet date the group evaluates the carrying amount of deferred tax assets and reduces the value of such deferred tax assets to the extent it is no longer probable that sufficient taxable profit will be available to allow all or a part of deferred tax asset to be utilised/ recovered.

Deferred tax assets and deferred tax liabilities are offset when there is a legally enforceable right to set off assets against liabilities representing current tax and where the deferred tax assets and the deferred tax liabilities relate to taxes on income levied by the same governing tax laws and the group intends to settle its current tax assets and liabilities on a net basis.

Current and deferred tax are recognised in the Statement of Profit and Loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or directly in equity respectively.

Current Tax :

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. The amount of current tax reflects the best estimate of the tax amount expected to be paid or received after considering the uncertainty, if any related to income taxes. It is measured using tax rates (and tax laws) enacted or substantively enacted by the reporting date.

Deferred tax :

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the corresponding amounts used for taxation purposes. Deferred tax is also recognised in respect of carried forward tax losses and tax credits. Deferred tax is not recognised for:

- temporary differences arising on the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit or loss at the time of transaction.
- temporary differences related to investments in subsidiaries, when the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future. Deferred tax assets are recognised to the extent that it is probable that future taxable profits will be available against which they can be used.

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Deferred tax assets recognised or unrecognised are reviewed at each reporting date and are recognised / reduced to the extent that it is probable / no longer probable respectively that the related tax benefit will be realised. Deferred tax is measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on the laws that have been enacted or substantively enacted by the reporting date. The measurement of deferred tax reflects the tax consequences that would follow from the manner in which the group expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities. The group offsets, the current tax assets and liabilities (on a year on year basis) and deferred tax assets and liabilities, where it has a legally enforceable right and where it intends to settle such assets and liabilities on a net basis.

Minimum Alternate Tax (MAT) credit is recognised as an asset only when and to the extent there is convincing evidence that the respective group will pay normal income tax during the specified period. Such asset is reviewed at each balance sheet date and the carrying amount of the MAT credit asset is written down to the extent there is no longer a convincing evidence to the effect that the group will pay normal income tax during the specified period.

Current and deferred tax for the year :

Current and deferred tax are recognised in profit or loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or directly in equity respectively.

2.17 Provisions, contingent liabilities and contingent assets

'A provision is recognised when the group has a present obligation (legal or constructive) as a result of past events and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are recognised at the best estimate of the expenditure required to settle the present obligation at the balance sheet date. If the effect of the time value of money is material, provisions are discounted using a current pretax rate that reflects, when appropriate, the risks specific to the liability. The increase in the provision due to the passage of time is recognised as a finance cost. Provisions are reviewed at each Balance Sheet date and adjusted to reflect the current best estimate.

A contingent liability is disclosed in case of present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation and a present obligation arising from past events, when no reliable estimate is possible.

Contingent assets are disclosed when an inflow of economic benefits is probable.

Provisions for the expected cost of warranty obligations under the terms of contract with the customers are recognised at the managements best estimate of the expenditure required to settle the warranty obligation.

Provisions for service warranties and returns are recognised when the group has a present or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably measured.

2.18 Leases

The Group has adopted Ind AS 116 'Leases' with the date of initial application being April 1, 2019. Ind AS 116 replaces Ind AS 17- Leases. The Group has applied Ind AS 116 prospectively with effect from 1st April 2019.

The Group has elected to use the carrying value of the leased assets measured as per the previous GAAP less accumulated depreciation and cumulative impairment on the transition date of April 1, 2019 as the deemed cost of the right-of-use assets along with the value of the lease liability at the date of transition to the Ind AS. The comparative information in the financial statements would not be restated and would be presented based on the requirements of the previous standard i.e. Ind AS 17.

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

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The Group recognises the amount of the re-measurement of lease liability as an adjustment to the right-of-use asset. Where the carrying amount of the right-of-use asset is reduced to zero and there is a further reduction in the measurement of the lease liability, the Group recognises any remaining amount of the re-measurement in statement of profit and loss.

In adopting Ind AS 116, the Group has applied the below practical expedients:

- (i) The Company has not reassessed whether a contract is, or contains, a lease as per the definitions of Ind AS 116 at the date of initial application.
- (ii) The Company relied on its assessment of whether leases are onerous applying Ind AS 37, Provisions, Contingent Liabilities and Contingent Assets, immediately before the date of initial application as an alternative to performing an impairment review as per Ind AS 36 Impairment of assets.
- (iii) The Company has treated the leases with remaining lease term of less than 12 months as 'short term leases'.
- (iv) The Company has excluded the initial direct costs from measurement of the right-of-use asset at the date of transition.
- (v) The Company used hindsight, such as in determining the lease term if the contract contains options to extend or terminate the lease.

2.19 Earning per share

Basic earnings per share is computed by dividing the profit / (loss) for the year by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit / (loss) for the year as adjusted for dividend, interest and other charges to expense or income relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares.

2.20 Operating Cycle

Based on the nature of products / activities of the Group and the normal time between acquisition of assets and their realisation in cash or cash equivalents, the Group has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

3. PROPERTY, PLANT AND EQUIPMENT AND CAPITAL WORK-IN-PROGRESS

(Rs. in lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
A. Carrying amounts of:		
Freehold land	2,845.91	384.90
Buildings	3,967.20	3,679.27
Plant and equipment	8,519.12	8,020.07
Furniture and Fixture	268.47	178.95
Vehicles	273.90	150.58
Office equipment	48.19	52.00
Electrical Equipment - Airconditioners and refrigerators	38.96	45.02
Computer Systems	84.93	69.90
Sub-total	16,046.68	12,580.69
B. Capital work-in -progress	196.12	141.78
Total	16,242.80	12,722.47

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3. PROPERTY, PLANT AND EQUIPMENT AND CAPITAL WORK-IN-PROGRESS (CONTD.)

(Rs.in lakhs)

Particulars	Freehold Land	Building	Plant and Equipment	Furniture and Fixtures	Vehicles	Office Equipments	Electrical Equipment Air Conditioners and Refrigerators	Computer Systems	Total
Cost or deemed cost									
Balance as at April 1, 2021	384.90	4,454.16	11,202.02	334.13	261.08	145.33	68.15	177.07	17,026.84
Additions	2,461.01	487.40	1,776.07	128.25	215.55	19.73	2.60	58.26	5,148.87
Disposals	-	-	615.38	5.08	77.47	6.24	0.11	32.16	736.44
Balance as at March 31, 2022	2,845.91	4,941.56	12,362.71	457.30	399.16	158.82	70.64	203.17	21,439.27
Accumulated Depreciation									
Balance as at April 1, 2021	-	774.89	3,181.95	155.18	110.50	93.33	23.13	107.17	4,446.15
Depreciation expenses	-	199.47	821.15	37.99	89.43	23.23	8.62	42.25	1,222.14
Disposals	-	-	159.51	4.34	74.67	5.93	0.07	31.18	275.70
Balance as at March 31, 2022	-	974.36	3,843.59	188.83	125.26	110.63	31.68	118.24	5,392.59
Carrying amount									
Balance as at March 31, 2021	384.90	3,679.27	8,020.07	178.95	150.58	52.00	45.02	69.90	12,580.69
Balance as at March 31, 2022	2,845.91	3,967.20	8,519.12	268.47	273.90	48.19	38.96	84.93	16,046.68

Notes:

- (i) The Company has not revalued its property, plant and equipment during the year ended March 31, 2022 and March 31, 2021
- (ii) The Company does not have any immovable property, whose title deeds are not held in the name of the Company during the year ended March 31, 2022 and also as at March 31, 2021.
- (iii) The company adopts Straight Line method of depreciation in respect of Plant & Machinery. The useful life of Plant & Machinery at one of its manufacturing facilities at Tada was estimated at 15 years which is in line with the estimated useful life of Plant & Machinery as per Schedule II of The Companies Act, 2013. During the last quarter of FY 21-22, the company has made a reassessment of the useful life of Plant & Machinery at Tada. Based on technical assessments, the management is of the view that the useful life of the asset should be extended to 20 years instead of 15 years. This change in estimate is applied prospectively from April 1,2021 and the rate of depreciation of depreciation is to be calculated accordingly for the FY 21-22 and thereafter in future years also. According to the provisions of IND AS 8, a change in estimated useful life of asset amounts to change in accounting estimate only and is not a change in accounting policy. Since it is a change in accounting estimate, based on the provisions of IND AS 8, it is to be applied prospectively from FY 2021-22.

B. Capital work-in-progress ageing:

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

Capital Work-in-progress	Amount in Capital Work-in-progress for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	185.34	10.78	-	-	196.12
Projects temporarily suspended	-	-	-	-	-

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

Capital Work-in-progress	Amount in Capital Work-in-progress for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	138.28	-	-	3.50	141.78
Projects temporarily suspended	-	-	-	-	-

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4. INTANGIBLE ASSETS

(Rs. in lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021	
Carrying amounts of:			
Computer Software	56.10	92.64	
Others	288.52	341.41	
Total	344.62	434.05	
	Computer Software	Others	Total
Cost or deemed cost			
Balance as at April 1, 2020	255.18	550.93	806.11
Additions	25.53	5.00	30.53
Disposals	-	-	-
Balance as at March 31, 2021	280.71	555.93	836.64
Additions	6.51	-	6.51
Disposals	-	-	-
Balance as at March 31, 2022	287.22	555.93	843.15
Accumulated depreciation and impairment			
Balance as at April 1, 2020	141.85	161.63	303.48
Amortization Expense	46.22	52.89	99.11
Disposals	-	-	-
Balance as at March 31, 2021	188.07	214.52	402.59
Amortization Expense	43.05	52.89	95.94
Disposals	-	-	-
Balance as at March 31, 2022	231.12	267.41	498.53
Carrying amount			
Balance as at March 31, 2021	92.64	341.41	434.05
Balance as at March 31, 2022	56.10	288.52	344.62

(Rs. in lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
4A. Right of use Asset		
Right-of-use of leased assets	215.27	227.57
Total	215.27	227.57
Cost or deemed cost	Land	Total
Balance as at April 1, 2020	212.40	212.40
Additions	23.07	23.07
Disposals	-	-
Balance as at March 31, 2021	235.47	235.47
Additions	-	-
Disposals	-	-
Balance as at March 31, 2022	235.47	235.47

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Accumulated depreciation and impairment	Land	Total
Balance as at April 1, 2020	-	-
Amortization Expense	7.90	7.90
Disposals	-	-
Balance as at March 31, 2021	7.90	7.90
Amortization Expense	12.30	12.30
Disposals	-	-
Balance as at March 31, 2022	20.20	20.20
Carrying amount		
Balance as at March 31, 2021	227.57	227.57
Balance as at March 31, 2022	215.27	215.27

(Rs. in lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
5. GOODWILL		
Goodwill on consolidation	<u>4,940.90</u>	4,940.90
Total	<u>4,940.90</u>	<u>4,940.90</u>
6A FINANCIAL ASSETS		
NON CURRENT INVESTMENTS		
Quoted - Investment carried at fair value through other comprehensive income		
Equity Instruments		
500 Equity Shares of Bank of Baroda of Rs. 2/- fully paid up (as at 31 March 2021, 500 Equity shares of Rs.2/- each)	0.56	0.37
Unquoted - Investment carried at Cost		
Investment in Equity Instruments of Joint Venture 82,870 Equity Shares of Rs.100/- fully paid up of Kinenco Exel Composites India Private Limited	82.87	-
Less : Share of (loss) for the period	(56.07)	-
Less : impairment loss	-	-
Aggregate book value of quoted investment	-	-
Aggregate market value of listed and quoted investment	-	-
Total	<u>27.36</u>	<u>0.37</u>
Aggregate carrying value of quoted investments	0.56	0.37
Aggregate market value of quoted investments	-	-
Aggregate carrying value of unquoted investments	26.80	-
Aggregate amount of impairment in value of investment	-	-
6B OTHER FINANCIAL ASSETS		
Security Deposits - carried at amortised cost		
Unsecured, Considered good	59.17	58.00
Total	<u>59.17</u>	<u>58.00</u>

CONSOLIDATED
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(Rs. in lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
6C OTHER NON-CURRENT TAX ASSETS		
Income tax (Net of Provision for Tax)	191.46	181.97
Total	191.46	181.97
7. OTHER NON-CURRENT ASSETS		
Unsecured consider good unless otherwise stated		
Prepaid expenses	14.95	12.44
Capital advances	166.86	23.08
Insurance	-	3.80
Balance with Government Authorities	5.97	5.98
Total	187.78	45.30
8. INVENTORIES (at lower of cost and NET realizable value) (as taken valued and certified by the management)		
Raw materials	4,576.04	2,868.79
Work in process	963.39	1,242.93
Finished goods	2,604.59	2,070.00
Stock-in-trade	2,867.12	1,936.11
Stores and spares	633.44	603.46
Total	11,644.58	8,721.29
Note : Details of inventory of work-in-progress		
Batteries	267.83	472.78
Others	695.56	770.15
9. FINANCIAL ASSETS		
9A TRADE RECEIVABLE		
Trade receivables considered good - Secured		
Trade receivables considered good - unsecured	9,471.74	15,079.42
Trade receivables which have significant increase in credit risk	53.47	36.74
Trade receivables - credit impaired	-	-
Less: Allowance for doubtful trade receivables (expected credit loss allowance)	(53.47)	(36.74)
Total	9,471.74	15,079.42

(i) Refer Note 31.7.2 for balance outstanding from related parties

**CONSOLIDATED
NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS**

Aging for trade receivables as at March 31, 2022 is as follows:

Particulars	Outstanding from date of Invoice as at March 31, 2022					
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables – considered good	8,896.73	200.77	68.81	66.92	11.15	9,244.38
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	0.52	29.55	172.22	25.07	227.36
Total	8,896.73	201.29	98.36	239.14	36.22	9,471.74

Aging for trade receivables as at March 31, 2021 is as follows:

Particulars	Outstanding from date of Invoice as at March 31, 2021					
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables – considered good	14,594.72	78.95	142.67	5.28	8.92	14,830.54
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	3.05	233.08	4.10	8.65	248.88
Total	14594.72	82.00	375.75	9.38	17.57	15,079.42

Movement in the allowances for doubtful trade receivables (expected credit loss allowance):

(Rs. in lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
Balance at the beginning	36.74	26.29
Movement in expected credit loss allowance on trade receivables	16.73	10.45
Balance at the end	53.47	36.74

9B CASH AND CASH EQUIVALENTS AND OTHER BALANCES WITH BANKS

(i) Cash & cash equivalents :

(a) Cash in hand	4.49	5.32
(b) Cheques and drafts on hand	-	1,500.00
(c) Balance with banks in Current accounts	612.48	1,122.89
Total - Cash and cash equivalents (as per Balance sheet) (i)	616.97	2,628.21

CONSOLIDATED
NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(Rs. in lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
(ii) Other Balance with banks		
(a) In earmarked accounts		
Held as fixed deposits (Less than 12 months)	896.89	357.64
Unpaid dividend accounts	32.30	34.08
Held as margin money against borrowings And other commitments	1,608.39	1,423.16
Total - Other balances with bank (ii)	2,537.58	1,814.88
Total cash and bank balances (i + ii)	3,154.55	4,443.09
9C OTHER FINANCIAL ASSETS		
Unsecured considered good unless otherwise stated - carried at amortised cost		
Security Deposits	318.18	190.93
Other Receivables	166.51	139.37
Loan to Employee	39.85	37.82
Total	524.54	368.12
10. CURRENT TAX ASSETS (NET)		
Income Tax and TDS (Net of Liability)	302.57	195.06
Total	302.57	195.06
10A. ASSETS CLASSIFIED AS HELD FOR SALE		
Plant & Equipment held for sale	7.00	7.00
Total	7.00	7.00
11. OTHER CURRENT ASSETS		
Unsecured considered good unless otherwise stated - carried at amortised cost		
Insurance claims	-	4.79
Advances recoverable in cash or kind	495.92	354.79
Receivable from revenue authorities	2,766.39	2,604.94
Pre-paid expenses	228.37	183.46
Other advances	337.84	741.97
Total	3,828.52	3,889.95

12. EQUITY SHARE CAPITAL

	No. of Shares	Lakhs	No. of Shares	Lakhs
(a) Authorised Equity shares of Rs.5 each with voting rights (PY Equity shares of Rs.10 each with voting rights)	1,00,00,000	500.00	50,00,000	500.00
(b) Issued Equity shares of Rs.5 each with voting rights (PY Equity shares of Rs.10 each with voting rights)	75,00,000	375.00	37,50,000	375.00
(c) Subscribed and fully paid up Equity shares of Rs.5 each with voting rights (PY Equity shares of Rs.10 each with voting rights)	75,00,000	375.00	37,50,000	375.00

**CONSOLIDATED
NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS**

12. EQUITY SHARE CAPITAL (CONTD.)

(i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:

Particulars	Opening Balance	Additions during the year	Delitions during the year	Closing Balance
Equity shares with voting rights Year ended March 31, 2022				
- Number of shares	75,00,000	-	-	75,00,000
- Amount (Lakhs)	375.00	-	-	375.00
Year ended March 31, 2021				
- Number of shares	37,50,000	-	-	37,50,000
- Amount (Lakhs)	375.00	-	-	375.00
Year ended March 31, 2020				
- Number of shares	37,50,000	-	-	37,50,000
- Amount (Lakhs)	375.00	-	-	375.00

(ii) Terms / rights attached to equity shares: -

The company has only one class of equity shares having a par value of Rs. 5/- (previous year - Rs.10/-) per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution shall be according to the members right and interest in the Company.

The Board of Directors, at its meeting held on 3rd September, 2021 resolved the subdivision of 37,50,000 equity shares of the company having face value of Rs.10/- each into 75,00,000 equity shares of Rs.5/- each and this resolution was approved by the shareholders by Remote e-voting at the Annual General Meeting held on 29th September, 2021. The capital clause of the Memorandum of Association was also amended by a resolution passed by the Board at its meeting held on 3rd September and approved by the shareholders by Remote e-voting at the Annual General Meeting held on 29th September, 2021.

(iii) Shareholding more than 5% - Number of shares and then % of Holding:-

Sl. No.	Shareholders	As at March 31, 2022		As at March 31, 2021	
		No. of Shares	% of Holdings	No. of Shares	% of Holdings
1.	P. Dwaraknath Reddy	33,07,390	44.10	16,53,695	44.10
2.	Sarla Devi Khaitan	5,20,796	6.94	2,60,398	6.94
3.	HDFC Bank Ltd.	-	-	2,00,000	5.33

**CONSOLIDATED
NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS**

12. EQUITY SHARE CAPITAL (CONTD.)

(iv) Disclosure of shareholding of promoters and promoter group

Promoter Name	As at March 31, 2022			As at March 31, 2021		
	No. of Shares (After split of Shares)	% of Total Shares	% change during the year	No. of Shares (Before split of Shares)	% of Total Shares	% change during the year
PDWARAKNATH REDDY	3307390	44.10	NIL	1653695	44.10	NIL
SARLA DEVI KHAITAN	520796	6.94	NIL	260398	6.94	NIL
SINDOORI REDDY	292032	3.89	NIL	146016	3.89	NIL
RAJENDRA PRASAD KHAITAN	138098	1.84	NIL	69049	1.84	NIL
SUNEETA REDDY	119160	1.59	NIL	59580	1.59	NIL
H N KHAITAN (HUF)	43080	0.57	NIL	21540	0.57	NIL
ANJU GANERIWAL	5464	0.07	NIL	2732	0.07	NIL
ADITYA DEV REDDY	12	0.00	NIL	6	0.00	NIL
PD.R INVESTMENTS PVT. LTD	327814	4.37	NIL	163907	4.37	NIL
OBUL REDDY INVESTMENTS PVT LTD	137120	1.83	NIL	68560	1.83	NIL
RADIOHMS PROPERTIES PRIVATE LIMITED	10400	0.14	NIL	5200	0.14	NIL
TOTAL	4901366	65.34	-	2450683	65.34	-

(Rs. in lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
13. OTHER EQUITY		
(i) General Reserve	21,757.82	21,757.82
(ii) Retained Earnings	905.62	1,085.66
(iii) Security Premium	981.21	981.21
Total	23,644.65	23,824.69
(i) General Reserve		
Balance at beginning of year	21,757.82	19,257.82
Movement during the year	-	2,500.00
Balance at end of year	21,757.82	21,757.82
(ii) Retained Earnings		
Balance at beginning of year	1,085.66	815.22
Profit for the year	794.45	3,037.69
Promoter's Contribution	-	-
Other comprehensive income	(36.99)	(79.75)
Payment of dividend	(937.50)	(187.50)
Transfer to General Reserve	-	(2,500.00)
Balance at end of year	905.62	1,085.66
(iii) Securities Premium		
Balance at beginning of year	981.21	981.21
Movement during the year	-	-
Balance at end of year	981.21	981.21

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(Rs. in lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
14. NON CONTROLLING INTEREST		
Balance at beginning of year	3,064.44	3,079.19
Share of profit / (loss) for the year	484.31	(14.75)
Balance at end of year	<u>3,548.75</u>	<u>3,064.44</u>
15. FINANCIAL LIABILITIES		
15A. BORROWINGS		
Working Capital Term Loan (Secured)		
From Banks (refer Note a & b)	2,804.78	2,483.73
Term Loan (Secured)		
From Bank (refer Note c)	528.66	649.24
From Others (refer Note d)	-	37.74
Term Loans from others (Unsecured) (refer note e)	340.00	340.00
Loans & Advance from related party (Unsecured)		
From Mr.Shekhar Sardesai (refer note e)	75.00	75.00
Total	<u>3,748.44</u>	<u>3,585.71</u>

Note:

- a) The Company has availed a working capital Term Loan of Rs. 8.90 Crores under the Emergency Credit Line Guarantee Scheme (ECLGS) launched by the Government of India in view of the COVID-19 crisis as part of Athmanirbhar Bharath Package. This loan is repayable over a period of 5 years and with a moratorium of 12 months from the date of disbursement. The loan is secured by the assets created out of the credit facility so extended i.e. Paripassu 1st charge on the entire current assets of the company.
- b) Working Capital Term Loans from Banks are Secured by hypothecation of stocks of Raw Material, Stock in Process, Finished goods, Consumables and book-debts and all other current assets. Secured by mortgage of land and building and movable assets at plot no. 34, 35, 36, 41, 42, 43 and 61A. Extension of charge over remaining fixed assets. Also secured by personal guarantee of Shekhar Sardesai and Ultimate Holding Company, Indo National Limited.
- c) Vehicle loan from Daimler Financial Services India Private Limited is a secured facility with exquisite first charge on the vehicle financed from this facility. The loan carries an interest rate of 10.75% per annum and is repayable in 36 equated monthly instalments of Rs. 1.20 lakhs each, the last instalment payable in October 2022, after which the vehicle will be sold to the financier at an amount of Rs. 32.32 lakhs. Also see note no. 22.
- d) The FCNR term loan carries an interest rate of 4.20% to 5.27% (Previous year 4.20% to 6.42%). This facility is secured by equitable mortgage of factory land and building and hypothecation charge on the entire plant and machinery and other movable and immovable assets and on the inventories and receivables of the Company. The loan is repayable in 78 monthly instalments of Rs. 12.80 lakhs each and last instalment of Rs. 14.40 lakhs, the first instalment payable in September 2019 the last instalment payable in February 2026. Also see note no. 22.
- e) Unsecured loan have been classified under non current borrowing based on renewal terms entered into with the lenders.

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NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(Rs. in lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
15B OTHER FINANCIAL LIABILITIES		
Security Deposits received	97.42	109.67
Total	97.42	109.67

16. PROVISIONS

Particulars	As at March 31, 2022		As at March 31, 2021	
	Non- Current	Current	Non- Current	Current
Provision for employee benefit	1,075.80	254.49	930.72	235.96
Others	-	525.67	-	753.58
Total	1,075.80	780.16	930.72	989.54

(Rs. in lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
17. DEFERRED TAX (LIABILITIES)/ASSETS		
Deferred Tax Assets	1,938.40	1,874.44
Deferred Tax Liabilities	3,799.43	3,565.38
Total	1,861.03	1,690.94

(Rs. in lakhs)

Particulars	As at March 31, 2021	Recognised in Profit & Loss	Recognised in other compre- hensive income	As at March 31, 2022
A. DEFERRED TAX ASSETS				
Provision for employee benefit	1,409.24	52.00	11.00	1,472.24
Mat credit entitlement	-	-	-	-
Others	465.20	-	0.96	466.16
Total (A)	1,874.44	52.00	11.96	1,938.40
B. DEFERRED TAX LIABILITY				
Difference between book balance and tax balance of property, plant and equipment	3,393.53	224.05	-	3,617.58
Others	171.85	10.00	-	181.85
Total (B)	3,565.38	234.05	-	3,799.43

Particulars	As at March 31, 2020	Recognised in Profit & Loss	Recognised in other compre- hensive income	As at March 31, 2021
A. DEFERRED TAX ASSETS				
Provision for employee benefit	1,226.34	151.90	31.00	1,409.24
Others	724.84	(259.64)	-	465.20
Total (A)	1,951.18	(107.74)	31.00	1,874.44

CONSOLIDATED
NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

17. DEFERRED TAX (LIABILITIES)/ASSETS (CONTD.)

Particulars	As at March 31, 2020	Recognised in Profit & Loss	Recognised in other compre- hensive income	As at March 31, 2021
B. DEFERRED TAX LIABILITY				
Difference between book balance and tax balance of property, plant and equipment	3,301.20	92.33	-	3,393.53
Others	171.85	-	-	171.85
Total (B)	3,473.05	92.33	-	3,565.38

Note: The recognition of deferred tax asset on unabsorbed depreciation has been restricted to the extent of deferred tax liability on account of timing difference in respect of depreciation, the reversal of which is virtually certain. As at the year end, the Company also had other deferred tax assets, on other timing differences, unabsorbed depreciation and business losses which have not been recognised.

(Rs. in lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
18. OTHER NON-CURRENT LIABILITIES		
Deferred Government Grant	98.41	107.73
Total	98.41	107.73

19. FINANCIAL LIABILITIES

19A. BORROWINGS

Loans repayable on demand from banks

Cash credit (Secured) (see note a,b & c)	4,628.37	4,252.43
Expected Credit loss (see note c)	768.76	884.92

Current maturities of Long term debt

Term Loan from Bank - GECL (Secured) (Refer note no.a of 15A)	227.17	38.94
Term Loan from Bank & Others (Secured) (see note a & d)	3,000.00	3,558.30
Total	8,624.30	8,734.59

Note :

- The aggregate working capital limits sanctioned by Banks are secured against equitable mortgage by deposit of title deed of factory property situated at Nellore / Tada, Andhra Pradesh and hypothecation of imported and indigenous raw materials, components, spares, goods in process and finished goods.
- Secured by hypothecation of stocks of Raw Material, Stock in Process, Finished goods, Consumables and book-debts and all other current assets. Secured by mortgage of land and building and movable assets at plot no. 34, 35, 36, 41, 42, 43 and 61A. Extension of charge over remaining fixed assets. Also secured by personal guarantee of Shekhar Sardesai and Ultimate Holding Company, Indo National Limited.
- The cash credit facility is secured by an exclusive first charge on inventories and receivables of the Company, equitable mortgage of factory land and building and movable assets and hypothecation charge on plant and machinery of the Company.
- The export packing credit facility is secured by an exclusive first charge on inventories and receivables of the Company, equitable mortgage of factory land and building and movable assets and hypothecation charge on plant and machinery of the Company. The facility carries an interest in the range 2.20% to 7.20% per annum (during the year ended March 31, 2021 2.20% to 4.05% per annum).

CONSOLIDATED
NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(Rs. in lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
19B LEASE LIABILITIES		
Lease Liabilities	11.90	10.37
Total	11.90	10.37
19C TRADE PAYABLES		
Total outstanding dues of micro enterprises and small enterprises	356.12	551.63
Total outstanding dues of creditors other than micro enterprises and small enterprises	5,539.83	5,746.91
Total	5,895.95	6,298.54

The average credit period for purchase of materials and traded products to be mentioned - 15 to 45 days.

Disclosure under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act) as at 31st March, 2018 as per information available with the Company. The Company has not provided the interest within the meaning of section 23 of small & medium enterprises.

Aging for trade payables as at March 31, 2022 is as follows:

Particulars	Outstanding from due date of Invoice as at March 31, 2022				
	Upto 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Total outstanding dues to micro enterprises and small enterprises	349.42	6.58	0.01	0.11	356.12
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	5,448.69	10.67	5.51	74.96	5,539.83
(iii) Disputed dues of micro enterprises and small enterprises	-	-	-	-	-
(iv) Disputed dues of creditors other than micro enterprises and small enterprises					
Total	5,798.11	17.25	5.52	75.07	5,895.95

Aging for trade payables as at March 31, 2021 is as follows:

Particulars	Outstanding from due date of Invoice as at March 31, 2021				
	Upto 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Total outstanding dues to micro enterprises and small enterprises	551.51	0.01	0.11	-	551.63
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	5,600.78	8.56	5.17	132.40	5,746.91
(iii) Disputed dues of micro enterprises and small enterprises	-	-	-	-	-
(iv) Disputed dues of creditors other than micro enterprises and small enterprises					
Total	6,152.29	8.57	5.28	132.40	6,298.54

CONSOLIDATED
NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(Rs. in lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
19C. OTHER FINANCIAL LIABILITIES:		
Statutory liabilities payable (Net)	123.59	141.38
Unpaid/Unclaimed Dividends	32.30	34.08
Interest accrued but not due on borrowings	68.06	11.29
Payables on purchase of fixed assets	-	0.50
Total	223.95	187.25
20. OTHER CURRENT LIABILITIES		
(i) Statutory remittances	908.34	1,020.41
(ii) Advances from customer	248.71	383.54
Total	1,157.05	1,403.95
20A. CURRENT TAX LIABILITY		
Current Tax Provisions	0.05	1.42
Total	0.05	1.42
21. REVENUE FROM OPERATIONS		
Sale of products-		
Refer Note (i) below:	57,018.28	53,181.00
Total	57,018.28	53,181.00
(i) Sale of product comprises:		
A. Manufactured Goods		
Dry Batteries	24,248.03	28,281.35
Aerospace	20,191.20	14,505.87
Total - Sale of Manufactured goods (A)	44,439.23	42,787.22
B. Traded goods		
Batteries	261.19	817.46
Torches	2,041.51	1,867.05
Ledlite	7,568.16	5,535.93
Others	2,708.19	2,173.34
Total - Sale of Traded goods (B)	12,579.05	10,393.78
Total - Sale of Products (A+B)	57,018.28	53,181.00

**CONSOLIDATED
NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS**

(Rs. in lakhs)

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
22. OTHER INCOME		
(a) Interest Income Refer Note (i) below	1,507.35	1,707.66
(b) Other non-operating income, Refer Note (ii) below	368.74	132.85
Total	<u>1,876.09</u>	<u>1,840.51</u>
(i) Interest income comprises:		
- Deposits	118.52	140.08
- Overdue bills	956.48	1,443.82
- Others	432.35	123.76
Total - Interest Income	<u>1,507.35</u>	<u>1,707.66</u>
(ii) Other non-operating income comprises:		
Net gain on sale of fixed assets	195.42	3.10
Others	173.32	129.75
Total - Other Non-Operating Income	<u>368.74</u>	<u>132.85</u>
23. COST OF MATERIALS CONSUMED		
Opening Stock	2,868.79	2,551.82
Add: Purchases	27,288.58	22,233.87
Less: Closing Stock	4,576.04	2,868.79
Total Cost of Material Consumed	<u>25,581.33</u>	<u>21,916.90</u>
Material Consumed Comprises of:		
Zinc	4,947.41	4,797.24
Electrolytic Manganese Dioxide	2,236.38	2,431.83
Others	18,397.54	14,687.83
Total	<u>25,581.33</u>	<u>21,916.90</u>
24. PURCHASE OF STOCK IN TRADE (TRADED GOODS)		
Batteries	121.93	516.02
Flashlights	1,546.44	1,344.54
Ledlite	6,069.86	3,715.03
Other consumer products	1,947.46	1,782.54
Total	<u>9,685.69</u>	<u>7,358.13</u>
25. CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND STOCK-IN-TRADE		
A. At the begining of the accounting year		
Finished goods	2,070.02	1,807.54
Goods-in-process	1,242.92	1,803.57
Stock-in-trade	1,936.11	2,036.95
	<u>5,249.05</u>	<u>5,648.06</u>

CONSOLIDATED
NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(Rs. in lakhs)

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
25. CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND STOCK-IN-TRADE (CONTD.)		
B. At the end of the accounting year		
Finished goods	2,604.59	2,070.02
Goods-in- process	963.38	1,242.92
Stock-in-trade	2,790.80	1,936.11
	<u>6,358.77</u>	<u>5,249.05</u>
C. Decrease/(Increase) in Inventories	(1,109.72)	399.01
26. EMPLOYEE BENEFIT EXPENSE		
Salary, Wages and Allowances	7,146.08	6,389.31
Directors' Remuneration	408.05	459.75
Contribution to Provident funds and other funds	494.32	434.12
Staff welfare expenses (Including Compensated Absences)	660.26	848.71
Total	<u>8,708.71</u>	<u>8,131.89</u>
27. FINANCE COSTS		
Interest expense on borrowings	862.35	1,099.58
Other borrowing costs	214.63	176.08
Total	<u>1,076.98</u>	<u>1,275.66</u>
28. DEPRECIATION AND AMORTISATION EXPENSE		
Depreciation for the year on property, plant and equipment	1,222.15	1,159.09
Amortisation for the year on intangible assets	95.94	99.11
Total	<u>1,318.09</u>	<u>1,258.20</u>
29. OTHER EXPENSES		
Consumption of stores and spare parts	718.10	703.92
Power, Gas and Water	642.25	631.74
Repairs to:		
Machinery	94.26	111.91
Buildings	24.26	63.09
General	493.70	370.05
Insurance	131.63	125.01
Research & Development Expenses	53.90	47.99
Rent	366.95	329.84
Travelling & Conveyance	720.13	488.46
Communication Expenses	75.23	72.19
Printing and Stationery	42.98	34.77
Vehicle Maintenance	85.01	73.35

CONSOLIDATED
NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(Rs. in lakhs)

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
29. OTHER EXPENSES (CONTD.)		
Auditors' Remuneration	8.00	5.00
Professional charges	1,982.23	1,051.35
Rates and taxes	428.31	428.99
Advertisement expenses	915.39	1,214.75
Freight Expense	2,291.85	1,768.15
Sales promotion, Selling and Distribution expenses	1,891.04	1,673.64
Loss on sale of fixed assets	-	22.83
Corporate Social Responsibility	84.95	72.28
Net loss on foreign currency transactions and translation (considered as finance cost)	60.81	52.29
Miscellaneous expenses	431.50	358.55
Total	11,542.48	9,700.15
Payments to the auditors comprises fees for		
For Statutory audit	3.50	3.00
For Limited Review Report	4.50	2.00
Total	8.00	5.00
30. INCOME TAX		
Income tax recognised in profit and loss		
Current tax		
In respect of current year	570.66	1,548.90
Deferred tax		
In respect of current year	180.15	181.39
Total	750.81	1,730.29
<p>*Note : Reversal of MAT Tax (subsidiary company) on exercising the option permitted under Sec 115/BAA of the Income Tax Act, 1961, as introduced by the Taxation Laws (Amendment) Ordinance, 2019 at the time of filing the return of income, during the FY-2019-20.</p>		
<p><i>Note: Reconciliation of the accounting profit to the income tax expense for the year is summarised below:</i></p>		
Reconciliation of the accounting profit to the		
Income-Tax expense for the year is summarised below :		
Profit before tax	2,090.81	4,981.57
Income-Tax expense calculated at 25.168%	526.22	1,724.02
Effect of expenses that are not deductible in determining taxable profit	224.59	6.27
Income-Tax expense	750.81	1,730.29

**CONSOLIDATED
NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS**

**31. ADDITIONAL INFORMATION TO THE FINANCIAL STATEMENTS
DISCLOSURES UNDER INDIAN ACCOUNTING STANDARDS**

31.1 Contingent liabilities, guarantees and commitments (to the extent not provided for)

(Rs. in lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
(i) Contingent Liability		
a) Penalty imposed by Competition Commission of India ("CCI") on the Group and on certain officers of the Group (Refer note# below)	4,226.00	4,226.00
b) Claims against the Group not acknowledged as debts*	696.61	1,597.60
Bills discounted with Bankers and others	2,587.33	4,547.21
Income Tax disputed in Appeals	300.02	322.90
Sales Tax disputed in Appeals	2.15	2.15
Sales Tax disputed in Appeals	2.53	2.53
Sales Tax disputed in Appeals	3.65	3.65
Claims against the group for pending cases of the group	-	-
(ii) Guarantees		
Bank Guarantee	1,850.65	1,743.65
(iii) Letter of Credit	211.84	388.99
(iv) Commitments		
Estimated amount of contracts remaining to be executed on capital account	1,165.33	65.06

Note: In terms of order dated 25th April 2018 received on 02nd May 2018, the Competition Commission of India (CCI) has imposed penalty of Rs. 4226.00 lakhs for alleged cartelisation in respect of Zinc carbon dry cell batteries market in india. The parent Company had filed an appeal against order of CCI before the National Compnay Law Appellate Tribunal (NCLAT) . NCLAT has granted stay on the CCI order on the condition that the Company should deposit 10% of the penalty amounting to Rs.422.00 Lakhs . Based on the legal opinion and considering the uncertainty relating to outcome of this matter, no provision has been considered in the books of account of the parent company..

* **Note-Contingent Liability under the EPCG/Advance Licence Scheme**

The subsidiary Company has imported capital goods/ raw materials under the Export Promotion Capital Goods Scheme ("EPCG Scheme") / Advance licence ("Advance Licence scheme") and executed bonds aggregating Rs 367.00 lakhs (March 31, 2021 Rs 367 lakhs) in favour of Customs authorities. The Company is liable to pay the whole of the customs duty saved on such imported goods, along with interest at 18% per annum from the date of clearance of goods till the date of payment of duty, if it fails to discharge its export obligations as prescribed under the Schemes. Under the Schemes, the Company has to earn foreign currency worth Rs 922.62 lakhs (March 31, 2021 Rs 4,246.36 lakhs) in aggregate. The obligations are to be fulfilled within a period of 1.5-6 years from the date of issue of import licences. Import licenses have been issued at various points in time and the time limit of 1.5-6 years for licenses for which such obligation is pending to be fulfilled ends on May 5,, 2022. As, at the year end, the balance export obligation is Rs. 696.61 lakhs (March 31, 2021 Rs. 1,597.60 lakhs) which is to be fulfilled by earning foreign exchange from Company's operations.

Based on its business plans the Group does not expect any liability to devolve in respect of the above and therefore no provision has been made in the accounts.

**CONSOLIDATED
NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS**

31. ADDITIONAL INFORMATION TO THE FINANCIAL STATEMENTS

DISCLOSURES UNDER INDIAN ACCOUNTING STANDARDS (CONTD.)

31.2 Leases

The subsidiary company has entered into long term lease agreements with Goa Industrial Development Corporation for use of Industrial Land. This use of land as per the agreements has been identified as the right of use assets.

Particulars	Amount in Lakhs	
i. Right-of-use assets - Land		
Right-of-use assets as of April 1, 2020 (date of transition) - Land		212.40
Add : Additions during the year		23.07
Less: Amortised during the year		7.90
Right-of-use assets as of April 1, 2021 Land		227.57
Add : Additions during the year		-
Less: Amortised during the year		12.29
Balance as at March 31, 2022		215.28
ii. Lease liabilities		
Lease liabilities as of April 1, 2020 (date of transition)		125.53
Add : Additions during the year		4.76
Payment during the year		(10.46)
Balance as at March 31, 2021		119.83
Add : Additions during the year		0.41
Payment during the year		(10.92)
Balance as at March 31, 2022		109.32
iii. Maturity analysis of lease liabilities	Cash outflow (Undiscounted) (Amount in Lakhs)	
Particulars	March 31, 2022	March 31, 2021
a. Not later than one year	11.90	11.98
b. Later than one year and not later than five years	59.23	53.30
c. Later than five years	1,186.24	1,211.49
Total	1,257.37	1,276.77

- The lease term is for a definite period with no unconditional right with the Company to extend the lease period.
- The lease agreements provide for a 10% increase in lease rent every 3 years.
- The agreements provide for a subleasing of the leased land with prior approval of the lessor. However, the Company has not sub leased the right-of-use assets.
- The agreements provide for renewal option of the lease period. The option to be exercised within the time limit stipulated in the lease agreements. However, the renewal is at the discretion and subject to the approval of GIDC and hence to that extent conditional.
- During the year, the holding company has transferred part of plot No 61 to the subsidiary. At the time of accounting for right of use assets, the subsidiary has considered higher future lease periods, taking into account the renewal option.

31.3 Disclosure under MSMED Act

The details relating to Micro, Small and Medium Enterprises in terms of the Micro, Small and Medium Enterprises Development Act, 2006 are as follows as provided by the management on the basis of confirmations received from suppliers regarding their status under the said act. Interest has not been provided, as the amount due to these creditors is not overdue for a period of more than 45 days.

CONSOLIDATED
NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(Rs. in lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
Outstanding principle amount and Interest as on March 31, 2022		
- Principle amount	354.71	550.26
- Interest due on above	1.41	1.37
The amount of interest paid by the buyer in terms of section 16 of the MSMED Act 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year	-	-
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act 2006	-	-
The amount of interest accrued and remaining unpaid at the end of each accounting year	-	-
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act 2006	-	-
Total	356.12	551.63

31.4 Disclosure as per Regulation 34 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015

Particulars of Loans, guarantees or investments covered under Section 186(4) of the Companies Act, 2013

Particulars	March 31, 2022	March 31, 2021	Purpose
1. Loan outstanding	970.00	1,240.00	Working capital requirement
2. Investments	4,651.52	4,651.52	Refer Notes 5A to Standalone Financials
3. Guarantees*	2,040.00**	4,040.00	In connection with Bank facilities obtained by Kinenco Limited from HDFC Bank Ltd.

* To offset the above said risk, beyond our equity stake, we entered into a risk sharing agreement with another shareholder of Kinenco Ltd, to the extent of 49.01% representing equity stake held by that shareholder in Kinenco Ltd.

** HDFC Bank Ltd, vide its letter dated 28th May, 2022, had reduced Corporate Guarantee from Rs.2,040.00 lakhs to Rs.Nil. Consequently contingent liability of Corporate Guarantee of our Company stand reduced to Nil.

31.5 EMPLOYEE BENEFIT PLANS

31.5.1 Defined contribution plans / Benefit Plan

In accordance with Indian law, eligible employees of the company are entitled to receive benefits in respect of provident fund, a defined contribution plan, in which both employees and the Company make monthly contributions at a specified percentage of the covered employees' salary. The contributions, as specified under the law, are made to the Provident Fund.

The total expense recognised in profit or loss of Rs. 494.32 Lakhs for the year ended March 31, 2022: (Last year Rs.434.12 Lakhs) represents contribution paid to these plans by the Company at rates specified in the rules of the plan.

Defined benefit plans:

The Group Companies offer benefits under a defined-benefit plan in the form of a gratuity scheme to its eligible employees. The gratuity scheme covers substantially all regular employees. The plan provides for

**CONSOLIDATED
NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS**

31.5 EMPLOYEE BENEFIT PLANS (CONTD.)

a lumpsum payment to its vested employees at retirement, death while in employment or on termination of employment of an amount equivalent to fifteen days/ one month salary drawn at the time of the incident occasioning such payment, as applicable, payable for each completed year of service or part there of in excess of six months. Vesting occurs up on completion of five years of service calculated as per the Payment of Gratuity Act, 1972.

The employees' gratuity fund scheme is managed by Life Insurance Corporation of India (LIC). The Group Companies make annual contributions to the plan. Commitments are actuarially determined at year-end. Actuarial valuation is based on "Projected Unit Credit" method.

The Group companies operate leave encashment schemes, which are unfunded schemes. The present value of obligation under these schemes is based on an actuarial valuation using the Projected Unit Credit method, which recognise each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

31.5.2 The Group companies offers the following employee benefit schemes to its employees:

Defined benefit plans

- i. Gratuity
- ii. Leave encashment

Amounts recognised in total comprehensive income in respect of these defined benefit plans are as follows:

(Rs. in lakhs)

Particulars	Year ended 31st March , 2022		Year ended 31st March , 2021	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
	Funded	Non-Funded	Funded	Non-Funded
Amount recognised under Employee Benefits Expense in the Statement of Profit and Loss:				
Current service cost	114.18	139.37	107.74	118.34
Interest expenses / (Income) - Net	20.89	36.50	5.84	32.30
Past service cost	-	23.31	-	(26.34)
Remeasurement of defined benefit plan				
Changes in Financial Assumptions	-	(50.93)	-	(1.70)
Changes due to Plan Experience	-	5.17	-	38.49
Components of defined benefit costs recognised in profit or loss	135.07	153.42	113.58	161.09
Amount recognised in Other Comprehensive Income (OCI) for the Year:				
Remeasurement on the net defined benefit liability comprising:				
Actuarial (gains)/losses recognised during the period	37.38	-	(157.30)	-
Components of defined benefit costs recognised in other comprehensive income	37.38	-	(157.30)	-
Total expense / (income) recognised in the Consolidated Statement of Profit and Loss	172.45	153.42	(43.72)	161.09

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NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

31.5 EMPLOYEE BENEFIT PLANS (CONTD.)

(Rs. in lakhs)

Particulars	Year ended 31st March , 2022		Year ended 31st March , 2021	
	Gratuity	Leave	Gratuity	Leave
	Funded	Encashment Non-Funded	Funded	Encashment Non-Funded
Change in defined benefit obligations (DBO) during the year				
Opening defined benefit obligation	1,253.90	266.41	1,191.89	145.24
Current service cost	114.18	139.37	107.74	118.34
Interest cost	20.89	36.50	5.84	32.30
Past service cost	-	23.31	-	(26.34)
Benefit Paid	(210.89)	(142.15)	(88.10)	(31.84)
Actuarial losses / (gains)	5.64	(70.38)	36.53	28.71
Closing defined benefit obligation	1,183.72	253.06	1,253.90	266.41
Change in fair value of assets during the year				
Opening fair value of plan assets	1,066.28	-	1,092.58	-
Interest Income	63.87	-	69.66	-
Actual Group contributions	15.91	-	51.13	-
Mortality charges and taxes	(45.15)	-	(56.57)	-
Benefits paid	(205.77)	-	(88.10)	-
Return on plant of assets (excluding interest income)	(1.47)	-	(2.42)	-
Plan Assets at the end of the year	893.67	-	1,066.28	-
Net asset/ (liability) recognised in the Balance Sheet				
Present value of defined benefit obligation	(1,183.72)	(253.06)	(1,253.90)	(266.41)
Fair value of plan of assets	893.67	-	1,066.28	-
Net asset/ (liability) recognised in the Balance Sheet	(290.05)	(253.06)	(187.62)	(266.41)

ACTUARIAL ASSUMPTIONS

Holding Company

Particulars	As at March 31, 2022	As at March 31, 2021
Discount Rate (Gratuity and leave encashment)	6.93% p.a.	6.53% p.a.
Salary Escalation (Gratuity and leave encashment)	7.50% p.a.	0.09
Expected return on assets	NA	NA
Mortality	Indian Assured Lives Mortality (2012-14)	Indian Assured Lives Mortality (2012-14)
Attrition rate	6.00% p.a.	6.00% p.a.
Subsidiary Company		
Discount Rate (Gratuity and leave encashment)	7.23% p.a.	6.84% p.a.
Salary Escalation (Gratuity and leave encashment)	8.50% p.a.	8.50% p.a.
Expected return on assets	6.84%	7.80%
Mortality	Indian Assured Lives Mortality (2012-14)	Indian Assured Lives Mortality (2012-14)
Attrition rate	1% - 7.5% p.a.	1% - 7.5% p.a.

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In the absence of detailed information regarding Plan assets which is funded with Life Insurance Corporation of India, the composition of each major category of plan assets, the percentage or amount for each category to the fair value of plan assets has not been disclosed.

These plans typically expose the Group to actuarial risks are as follows:

Investment risk	All plan assets are maintained in a trust fund managed by a public sector insurer viz; LIC of India. LIC has a sovereign guarantee and has been providing consistent and competitive returns over the years. The Company has opted for a traditional fund wherein all assets are invested primarily in risk adverse markets. The Company has no control over the management of funds but this option provides a high level of safety for the total corpus. A single account is maintained for both the investment and claim settlement and hence 100% liquidity is ensured. Also interest rate and inflation risk are taken care of.
Salary Risk	The present value of the defined benefit obligation calculated by reference to the future salaries of the plan participants. An increase in the salary of the plan participants will increase the plan liability.
Discount rate risk	The present value of the defined benefit obligation is calculated using a discount rate which is determined by reference to market yields at the end of the reporting period on government bonds. Decrease in the bond rate will increase the plan liability; this will partially be offset by the increase in the interest on plan assets.
Longevity Risk	The present value of the defined benefit obligation calculated by reference to the best estimate of the mortality of plan participants. An increase in the life expectancy of the plan participants will increase the plans liability.
Interest risk	A decrease in the bond interest rate will increase the plan liability. However, this will be partially offset by an increase in the return on the plan's debt investments.

Sensitivity Analysis (Holding Company)

The increase/ (decrease) of the defined benefit obligation to changes in the weighted principal assumptions are:

(Rs. in lakhs)

Particulars	Year ended 31st March, 2022		Year ended 31st March, 2021	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
	Funded	Non-Funded	Funded	Non-Funded
DISCOUNT RATE +100 basis points	190.55	300.96	168.60	303.43
DISCOUNT RATE -100 basis points	213.63	321.67	197.24	337.15
SALARY GROWTH +100 basis points	216.79	330.07	196.04	336.58
SALARY GROWTH -100 basis points	189.38	305.39	169.30	303.62

Maturity Profile of defined benefit obligation	Discounted values / Present value	
	31st March, 2022	31st March, 2021
Within next 12 months (next annual reporting period)	181.61	251.14
Between 2 and 5 years	642.64	597.70
Between 6 and 10 years	447.10	507.53
Between 11 and 15 years	207.03	222.81
More than 15 years	277.89	279.01

**CONSOLIDATED
NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS**

31.6 Segment Information

The business of the Group currently is manufacture and sale of dry batteries, trading lighting products and other home appliances which comes under a single business segment known as consumer goods. This classification is based on the nature of products, risks, returns and the internal business reporting system and accordingly there is no other reportable segment in terms of Ind AS "Operating Segment".

M/s. Kineco Limited along with its subsidiaries which is a step down subsidiary of Indo National Limited is engaged in the business of composites and aerospaces. M/s. Kineco Limited has achieved the revenue of INR 118.48 Crores which amounts to more than 10% of the consolidated revenue of the Group. Considering the same and in accordance with IND AS 108 "Segment Reporting" becomes applicable for consolidated financial statements and the same is given herewith.

SEGMENT WISE REVENUE, RESULTS & CAPITAL EMPLOYED

(Rs. in lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
Segment Revenue		
a) Consumer Goods	36,827.08	38,675.13
b) Composite & Aerospace	20,191.20	14,505.87
Total	57,018.28	53,181.00
Less: Inter-segment revenue	-	-
Revenue	57,018.28	53,181.00
Profit before tax and interest		
a) Consumer Goods	1,310.36	4,973.38
b) Composite & Aerospace	1,857.43	1,283.85
Total	3,167.79	6,257.23
Less: i) Interest	1,076.98	1,275.66
Profit before exceptional items	2,090.81	4,981.57
Exceptional items	-	-
Profit before Tax	2,090.81	4,981.57
Tax	750.81	1,730.29
Profit After Tax (Including share of profit/ loss subsidiaries)	1,340.00	3,251.28
Segment Assets		
a) Consumer Goods	25,875.14	25,970.72
b) Composite & Aerospace	25,267.72	25,343.84
Total Segment Assets	51,142.86	51,314.56
Segment Liabilities		
a) Consumer Goods	25,875.14	25,970.72
b) Composite & Aerospace	25,267.72	25,343.84
Total Segment Liabilities	51,142.86	51,314.56

**CONSOLIDATED
NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS**

31.7 RELATED PARTY TRANSACTIONS

31.7.1 Details of related party

Description of relationship	Names of related parties
Joint Venturer of Subsidiary - Kineco Ltd. with 49% ownership	Kaman Aerospace Group Inc
Associates Of Subsidiary (with whom transactions have taken place during the year)	Kaman Aerosystems - Kaman Composites CT Kaman Composites - Vermont, Inc Kaman Composites - UK Limited
ENTERPRISES WITH SIGNIFICANT INFLUENCE	Apex Agencies Associated Electrical Agencies Radiohms Properties Pvt. Ltd Radiohms Agencies RAL Consumer Products Limited Kalpatharu Enterprises Pvt Ltd Deccan Hospitals (A Unit of Apollo Hospitals Ent. Ltd)
KEY MANAGERIAL PERSONNEL Executive Directors	P. Dwaraknath Reddy R.P. Khaitan P. Aditya Reddy Mr.C.R.Sivaramakrishnan Mr.J.Srinivasan Mr. Vinay Jagtap Mr. Prashant Naik Mr. Shekhar Sardesai

Note : Related party relationship are as identified by management and relied upon by auditors.

31.7.2 Details of related party transactions during the year ended March 31, 2022 and balances outstanding as at March 31, 2021:

Particulars	As at	As at
	March 31, 2022	March 31, 2021
Kaman Aerospace Group Inc.		
Outstanding at the year end		
- Trade payables	-	-
Expenses reimbursed	4.26	-
Corporate guarantee	-	-
Kaman Composites - Vermont, Inc		
Purchase of raw material	15.48	-
Purchase of services	-	1.83
- Trade payables	6.42	-

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NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS**

(Rs. in lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
Kaman Corporation Inc		
Interim Dividend payout	-	245.00
Kaman Composites - UK Limited		
Sale of goods	-	619.50
Purchase of Raw materials	-	0.05
Expenses reimbursed	-	-
Outstanding at the year end		
Purchase of Fixed Assets		
- Trade payables	-	0.42
- Trade receivables	-	332.55
Exel Composites (Nanjing) Co. Ltd.		
Purchase of Raw materials	0.16	-
- Trade payables	0.16	-
Exel Composites UK		
Purchase of Raw materials	5.08	-
Exel Composites OYJ		
Proceeds from issue of Equity Shares	1,124.32	-
Nanjing Jingheng Composite Material Co., Ltd		
Purchase of Raw materials	8.74	-
- Trade payables	8.74	-
Apex Agencies		
Sales	6,669.64	6,820.07
Services Received	82.31	74.55
Services Rendered	592.08	909.78
Outstanding as at the year end		
Trade receivables	884.92	3,562.60
Associated Electrical Agencies		
Sales	6,241.23	6,050.67
Services Received	27.39	20.07
Services Rendered	552.46	823.22
Outstanding as at the year end		
Trade receivables	665.13	3,255.23
Deccan Hospitals		
Sales	290.71	343.55
Services Received	100.11	15.75

CONSOLIDATED
NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(Rs. in lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
Outstanding as at the year end		
Trade receivables	40.84	110.93
Radiohms Properties Pvt Ltd		
Services Received	14.93	14.93
Kalpatharu Enterprises Pvt Ltd		
Services Received	40.55	-
Radiohms Agencies		
Sales	1,972.39	2,388.77
Services Received	32.82	29.17
Services Rendered	21.33	47.57
Outstanding as at the year end		
Trade receivables	254.07	416.93
RAL Consumer Products Limited		
Sales	1,897.91	2,081.16
Services Received	93.48	60.78
Services Rendered	39.48	34.72
Outstanding as at the year end		
Trade receivables	302.40	428.01
Key Managerial Person		
(i) R.P. Khaitan		
Remuneration	119.91	93.44
Commission	-	50.40
(ii) P. Dwaraknath Reddy		
Remuneration	130.17	90.61
Commission	-	50.40
(iii) P. Aditya Reddy		
Remuneration	123.48	90.00
Commission	-	50.40
(iv) Shekhar Sardessai		
Remuneration	185.89	188.70
Repayment of Loan	-	-
Finance Cost	9.75	9.75
Outstanding payable	80.18	82.91
Loan received	-	-

** The remuneration to the key management personnel does not include provisions made for gratuity and leave benefits, as they are determined on an actuarial basis for the company as a whole and cost accrued for share based payments options provided to KMP.

**CONSOLIDATED
NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS**

(Rs. in lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
Terms and conditions of transactions with related parties		
<p>The sales to related parties are made on terms equivalent to those that prevail in arm's length transactions. Outstanding balances at the year-end are unsecured and interest and settlement occurs in cash. There have been no guarantees provided or received for any related party receivables or payables. For the year ended 31 March 2022, the Company has not recorded any impairment of receivables relating to amounts owed by related parties (31 March 2021 is Rs Nil). This assessment is undertaken each financial year through examining the financial position of the related party and the market in which the related party operates.</p>		
31.8 EARNINGS PER SHARE		
31.8.1 Basic		
Profit for the year in Rs. Lakhs	794.45	3,037.69
Weighted average number of equity shares	75.00	75.00
Par value per share	5.00	5.00
Earnings per share - Basic	10.59	40.50
31.8.2 Diluted		
<p>The diluted earnings per share has been computed by dividing the profit for the year available for Equity Shareholders by the weighted average number of equity shares</p>		
Profit for the year	794.45	3,037.69
Weighted average number of equity shares for basic EPS	75.00	75.00
Weighted average number of equity shares for diluted EPS	75.00	75.00
Par value per share	5.00	5.00
Earnings per share - Diluted	10.59	40.50

31.9 CORPORATE SOCIAL RESPONSIBILITY (CSR)

As per section 135 of the Companies Act, 2013, CSR committees have been formed by the Group companies. The proposed areas of CSR activities are eradication of hunger, promoting education, gender equality, empowerment of women, rural development, promoting sports- National & Olympic etc. The expenditure incurred during the year on these activities are as specified in schedule VII on the Companies Act, 2013.

**CONSOLIDATED
NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS**

(Rs. in lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
Amount required to be spent by the Company during the year	84.95	71.63
Amount of expenditure incurred during the year (Refer note below for nature of activity)	84.95	72.28
(Excess)/Shortfall at the end of the year	-	(0.65)
Total of previous year's (Excess)/Shortfall	(0.65)	-
NOTE:		
Education and Health care	11.50	26.36
Social Welfare	56.70	32.59
Animals Welfare	8.00	4.00
Drinking Water	0.60	0.33
Sports	5.15	-
Conservation of Natural resources	3.00	9.00
Total	84.95	72.28

b) Amount spent during the year ended on March 31, 2022	In Cash	Yet to be paid in Cash	Total
(i) Construction/acquisition of any asset	-	-	-
(ii) On purposes other than (i) above	84.95	-	84.95
c) Amount spent during the year ended on March 31, 2021			
(i) Construction/acquisition of any asset	-	-	-
(ii) On purposes other than (i) above	72.28	-	72.28

**31.10 Details of research and development expenditure
recognised as an expense**

The Company follows a policy of capitalising product development, which meets the criteria of Ind AS 38 Intangible assets and has accordingly recognised such cost as Internally generated Intangible asset under 'Intangible assets under development' (Note 4). The Company has incurred a revenue expenditure which has been debited to the Income statement and Capital expenditure as per table below:

Buying of equipments and lab test cylinder development charges	53.90	47.99
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CONSOLIDATED
NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(Rs. in lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
31.11 FINANCIAL INSTRUMENTS (CONTD.)		
31.11.1 Capital management		
<p>The Group's capital management objective is to maintain an optimal debt-equity structure so as to reduce the cost of capital, thereby enhancing returns to shareholders. The Group's also has a policy of making judicious use of various available debt instruments within its overall working capital drawing limit. This interest arbitrage helps the Group's to contain / reduce the cost of capital.</p>		
Gearing ratio		
Debt (A)	12,372.74	12,320.30
Cash and bank Balances (B)	3,154.55	4,443.09
Net Debt (A-B)	9,218.19	7,877.21
Total Equity	24,019.65	24,199.69
Net debt to Equity Ratio (%)	38.38	32.55
31.11.2 Categories of financial instruments		
Financial assets		
Measured at fair value through Other Comprehensive Income (FVTOCI)		
Investments designated at fair value through Other Comprehensive Income (FVTOCI)	27.36	0.37
Measured at amortised cost		
(a) Cash and Bank Balances	3,154.55	4,443.09
(b) Other financial assets at amortised cost (including Trade Receivables)	10,055.45	15,505.54
Financial liabilities		
Measured at amortised cost		
Financial liabilities measured at amortised cost	18,590.06	18,915.76

31.11.3 Risk Management framework

The Group's Board of Directors has overall responsibility for the establishment and oversight of the Group's risk management framework. The board has constituted the risk management committee which carries on the following functions:

1. The implementation of Risk management systems and framework;
2. Reviewing the Group's financial and risk management policies;
3. Assessing risk and minimizing the procedures;
4. Framing, implementing and monitoring the risk management plan.

CONSOLIDATED NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

31.11 FINANCIAL INSTRUMENTS (CONTD.)

31.11.4 Credit risk management

Credit risk is the risk of financial loss to the Group if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Group's trade receivables, deposits and other financial assets.

Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the credit worthiness of customers to which the Group grants credit terms in the normal course of business. The Group has established a strong liquidity damage agreement with its customers. The normal credit period for trade receivable is 15 days and any settlement beyond 15 to 90 days and thereafter compensated by an agreed interest on outstanding amounts.

The Group based on internal assessment which is driven by the historical experience and current facts available in relation to default and delays in collection there of has decided to make any expected credit loss of trade receivables amounting to Rs. 53.47 lakhs. (Refer Note 9A).

Liquidity risk management

Liquidity risk is the risk that the Group will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Group's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Group's reputation. The average credit period for purchase of materials and traded products ranges from 30 to 60 days and the Group settles the significant portion of the obligation within the aforesaid credit period. The Group's working capital is adequately supported by Stock, Book debts and Bank overdraft/ CC facilities.

Commodity price risk management

The Group is exposed to commodity price risk, mainly in respect of Zinc, which is a key raw material in the manufacture of batteries. The price risk is linked to fluctuations in London Metal Exchange (LME). The Group manages the price risk by entering into a average price agreement with the vendor.

31.11.5 Foreign currency risk management

The Group undertakes transactions denominated in foreign currencies; consequently, exposure to exchange rate fluctuations arise. The Group has the policy of settling the foreign exchange exposure within 5 to 10 days to mitigate the foreign currency risk

The Group's business activities include import of raw materials which are linked to international price in dollar terms. As a result the Group is exposed to exchange rate fluctuation on its imports. The Group also avails foreign currency funding in terms of export packing facilities for the purchase of raw materials. The impact of these fluctuations affects the Group's profitability and finance.

The Group's objective is to insure that the cost of export packing facilities availed doesn't exceed the cost of Rupee funding of a comparable nature at the time of availing. The Group's foreign currency transaction are recorded in accordance with guidelines laid down in Indian accounting standards.

The Group enters into derivative financial instruments of the nature of forward foreign exchange contracts to manage its foreign currency risk of foreign currency receivables. The Group also uses the asset liability offset of foreign currency exposures as a part of its foreign exchange fluctuation risk management policies.

**CONSOLIDATED
NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS**

31.11 FINANCIAL INSTRUMENTS (CONTD.)

Derivatives are used only for economic hedging purposes and not as speculative investments. All such transactions are carried out with the approval of the board of Directors.

The year end foreign currency exposures that have not been hedged by a derivative instrument or otherwise are given below.

i. Amount receivable in foreign currency on account of the following:-

Particulars	As at March 31, 2022		As at March 31, 2021	
	Rupees in Lakhs	Foreign Currency in Lakhs	Rupees in Lakhs	Foreign Currency in Lakhs
Trade receivables and advances to suppliers				
- USD	664.25	8.76	714.32	9.73
- Euro	160.85	1.91	23.85	0.28
- GBP	12.82	0.13	12.31	0.13
- SGD	-	-	5.01	0.09
Cash and Bank balances				
- USD	149.87	1.97	203.76	2.77
- SGD	0.01	-	0.01	-
- Euro	0.30	-	0.30	-
- GBP	0.02	-	0.02	-
- New Shekel	0.05	-	0.04	-
ii. Amount payable in foreign currency on account of the following:				
Trade payables and other Current Liabilities				
- Euro	1.53	0.01	0.24	-
- USD	38.49	0.51	295.25	4.05
- GBP	0.54	0.01	1.34	0.01
Foreign Currency loans including interest there on				
- USD	682.26	8.99	810.87	11.03

Development of Composite Technology, Products and Process Know-How:

(i) Development of Composite Filament Winding Technology, products and process know- how

The subsidiary company has completed and commercialized a project for Research and Development in the field of filament Winding using advanced technology at an aggregate cost of Rs.227.18 lakhs In association with Indian Institute of Tenhnology, Mumbai and Technology Information Forecasting

CONSOLIDATED NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

31.11 FINANCIAL INSTRUMENTS (CONTD.)

Assessment Council, a body constituted by Govt. of India under Ministry of Science and Technology. Research and product development under this has been funded by TIFAC for Rs. 99.50 Lakhs. Out of Rs. 227.18 lakhs, Rs. 33.31 lakhs was expensed on Building and Rs.134.71 lakhs represent capital expenditure on Research, which is capitalized under appropriate assets heads. Balance Rs. 59.10 lakhs represent expenditure on personnel, consultancy fees to IIT Mumbai and other consultant, premium payable to bridge TIFAC as per agreement, travelling, depreciation, interest on finance etc. These being incurred for "Development of Composite development process, are classified as Intangible Asset under Technology, Products and process Know-How".

(ii) Development of Composite Sky bus Coaches Technology, products and process know- how

The company has completed R&D project for Development of composite sky bus coaches for Konkan Railway Corporation at an aggregate cost Rs. 186.47 lacs, in association with Indian Institute of Technology, Mumbai and TIFAC. TIFAC has committed financial assistance of Rs. 99.50 lacs of which Rs. 79.60 lacs has been disbursed till 31st March 2006. The Commercialisation of the sky bus Coaches Project for Konkan Railway in the project. However, during the year the Group has successfully leveraged this intangible asset in the form of Composite Technology, Products and Process Know-How Sky Bus Project. Using the technology developed under this project, the Group has manufactured and supplied substantial volume orders for seats, front end cab and interior train paneling for Indian Railways over the past 8 years.

(iii) The Development of Composite Technology, Products and Process Know-How for armature cores (for power plants), carbon fiber cycle frame and forks, Canisters for projectile launchers and Optical telescopic structures.

The company has incurred capital expenditure for Research and Development of armature cores (for power plants), carbon fiber cycle frame and forks, Canisters for projectile launchers and Optical telescopic structures at an aggregate cost of Rs. 288.67 lacs. The Group has received initial commercial order from customers for products developed from this research and development efforts and expects revenues over years arising out of the same.

(iv) The Development of Composite Technology, Products and Process Know-How for Sonar Dome

The company has incurred capital expenditure for Research and development of composites Sonar Dome for ships through R&DE(E),BEL at an aggregate cost of Rs.99.46 lacs. The company has received commercial order from R&DE(E), BEL orders for manufacture and supply of sonar domes from these domes from these research and development efforts and expects revenues over years arising out of the same.

(v) The Development of Composite Technology for fabrication of Composites Sonar Dome for P15A Class Ships

Kineco in coordination with R&DEE, Pune, DRDO, Ministry of Defence, Govt. of India developed a unique technology for fabrication of Composites Sonar Dome for P15A Class Ships by vaccum assisted resin transfer moulding technical know-how process and testing method for quality assurance. With this know how process Kineco have successfully manufactured SONAR DOME to DRDO. The Sonar Dome is a protective cover to sonar equipment of surface war ships. This technology will be utilised to manufacture sonar domes to MDL/INDIAN ARMED FORCES/BEL in consultation with DRDO. As per the TOT the licence to utilise the technology for manufacture in India and supply for 10 years.

**CONSOLIDATED
NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS**

31.11 FINANCIAL INSTRUMENTS (CONTD.)

31.11.6 Interest rate risk management

The Group is exposed to interest rate risk because it borrows funds at both fixed and floating interest rates. The risk is managed by the Group by maintaining an appropriate mix between fixed and floating rate borrowings contracts.

31.11.7 Fair value measurements

The Group has not recognised any financial asset / liability at fair value. The directors consider that the carrying amounts of financial assets and financial liabilities that are recognised at fair value in the financial statements approximate their fair values.

Fair value hierarchy

The table shown below analyses financial instruments carried at fair value, by valuation method. The different levels have been defined below:

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

Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices)

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

(Rs. in lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
Financial assets - at fair value through other comprehensive income:		
Non-Current Investments (other than equity instruments of subsidiaries)	0.37	0.37
Total	0.37	0.37

32. Supreme Court ruling on Provident Fund

With regard to the Supreme Court ruling on the applicability of provident fund on all fixed allowances payable to employees, pending clarity on the matter, no provision is made in the books. Necessary provision will be made once the circular is issued / communication is received by the Group Companies from the Provident Fund Authorities.

33. Labour Code -Transition related

The Central Government has published the Code on Social Security, 2020 and Industrial Relations Code, 2020 ("the codes") in the Gazette of India, inter alia, subsuming various existing labour and industrial laws which deals with employees including post employment period. The Ministry of labour and employment has released draft rules for the Code on Social Security 2020 on November 13, 2020 which are yet to be notified. The company will assess and evaluate the impact once the subject rules are notified and will appropriately consider the same in its financial statements in the period in which the Code becomes effective.

34. Material Changes and Commitments/Impact of COVID-19 Pandemic

Based on current assessment of the impact of COVID-19 on the operations of the Company and ongoing discussions with customers, vendors and service providers, the Company is confident of obtaining regular supply of raw materials and components, resuming supply chain logistics and serving customers.

**CONSOLIDATED
NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS**

The Company has considered the possible effects of COVID-19 on the carrying amounts of Property, Plant and Equipment, Investments, Inventories, Trade Receivable and Other Current Assets. In developing the assumptions relating to the possible future uncertainties in the economic conditions because of this pandemic, the company, as at the date of approval of the financial results, has used external and internal sources of information/ indicators to estimate the future performance of the Company. Based on current estimates, the Company expects the carrying amount of these assets to be recovered in full. However, the final impact may differ from the current estimates made as at the date of approval of the financial statements for the year ended 31-03-2020, considering the prevailing uncertainties.

34.1 Interest in Associate

The Group has a 45% interest in Kineco Exel Composite India Private Limited involved in Business of Composites. The Group's interest in Kineco Exel Composite India Private Limited is accounted for using the equity method in the consolidated financial statements. Summarised financial information of the associate, based on its Ind AS financial statements, and reconciliation with the carrying amount of the investment in consolidated financial statements are set out below:

Summarised balance sheet as at 31st March 2022:

(Rs. In Lakhs)

	31-Mar-22	31-Mar-21
Current assets	492.98	-
Non-current assets	980.24	-
Current liabilities	390.30	-
Non-current liabilities	0.33	-
Equity	1,082.59	-
Group's share in equity- 45% (2020-21: 0%)	-	-
Goodwill		
Group's carrying amount of the investment		
Summarised statement of profit and loss of the Associates :		
Revenue from contracts with customers	396.89	-
Cost of raw material and components consumed	285.29	-
Depreciation & amortization	43.19	-
Finance cost	0.72	-
Employee benefit expense	118.15	-
Other expense	74.15	-
Profit before tax	(124.61)	-
Income tax expense		
Profit for the year (continuing operations)	(124.61)	-
Total comprehensive income for the year (continuing operations)	-	-
Group's share of profit for the year	(56.07)	-

The associate had no other contingent liabilities or capital commitments as at 31 March 2022 and 31 March 2021.

**CONSOLIDATED
NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS**

(All amounts are in lakhs of Indian Rupees unless, otherwise stated)

34.2 Statutory Group Information

Name of the Entity in the Group	Net Assets, i.e. total assets total liabilities		Share in Profit and Loss		Share in other comprehensive income		Share in total comprehensive income	
	As % of Consolidated net assets	INR in Lakhs	As % of Consolidated Profit & Loss	INR in Lakhs	As % of Consolidated other comprehensive income	INR in Lakhs	As % of Total comprehensive income	INR in Lakhs
Parent								
Indo National Limited								
Balance as at 31 March, 2022	82.86%	22,843.46	60.61%	778.25	80.57%	(34.00)	59.94%	744.25
Balance as at 31 March, 2021	84.49%	23,036.71	104.42%	3,395.13	150.55%	(95.00)	103.51%	3,300.13
Subsidiaries								
1. Helios Strategic Systems Ltd.								
Balance as at 31 March, 2022	10.55%	2,907.51	(9.68%)	(124.27)	-	-	(10.01%)	(124.27)
Balance as at 31 March, 2021	11.12%	3,031.78	(9.36%)	(304.24)	-	-	(9.54%)	(304.24)
2. Kineco Limited								
Balance as at 31 March, 2022	8.72%	2,403.43	(2.91%)	(37.39)	8.10%	(3.42)	(3.29%)	(40.81)
Balance as at 31 March, 2021	8.96%	2,444.22	(1.84%)	59.74	(44.09%)	27.82	2.75%	87.56
3. Kineco Alte Train Technologies Pvt. Ltd								
Balance as at 31 March, 2022	(0.02%)	(5.81)	-	-	-	-	-	-
Balance as at 31 March, 2021	(0.02%)	(5.81)	-	-	-	-	-	-
4. Kineco Kaman Composites India Private Limited								
Balance as at 31 March, 2022	15.03%	4,144.52	56.34%	723.41	11.33%	(4.78)	57.87%	718.63
Balance as at 31 March, 2021	12.57%	3,425.89	16.61%	540.13	(6.47%)	4.08	17.07%	544.21
Associate Indian								
1. Kineco Exel Composite India Private Limited								
Balance as at 31 March, 2022	1.77%	487.17	(4.37%)	(56.07)	-	-	(4.52%)	(56.07)
Balance as at 31 March, 2021	-	-	-	-	-	-	-	-
Less: Adjustment arising out of Consolidation								
Balance as at 31 March, 2022	(18.91%)	(5,211.87)	-	-	-	-	-	-
Balance as at 31 March, 2021	(17.12%)	(4,668.65)	(13.52%)	(439.47)	-	-	(13.78%)	(439.47)
Total								
Balance as at 31 March, 2022	100%	27,568.40	100%	1,283.93	100%	(42.20)	100%	1,241.73
Balance as at 31 March, 2021	100%	27,264.14	100%	3,251.29	100%	(63.10)	100%	3,188.19

34.3 Group information

Details of the Company's subsidiaries/associate at the end of reporting period are as follows: -

Name of Subsidiary	Principal Activities	Country of incorporation	% equity interest	
			31-Mar-22	31-Mar-21
1. Helios Strategic Systems Ltd.	Core Investment Company	India	100.00	100.00
2. Kineco Limited	Composite & Aerospace	India	51.00	51.00
3. Kineco Alte Train Technologies Pvt. Ltd.	Train Technology	India	89.65	89.65
4. Kineco Kaman Composites India Private Limited	Advanced Composites	India	51.00	51.00
Name of Associates	Principal Activities	Country of incorporation	31-Mar-22	31-Mar-21
1. Kineco Excel Composites India Private Limited	Composites	India	45.00	-

**CONSOLIDATED
NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS**

34.4 Loans or advances (repayable on demand or without specifying any terms or period of repayment) to specified persons

During the year ended March 31, 2022 the Group did not provide any Loans or advances which remains outstanding (repayable on demand or without specifying any terms or period of repayment) to specified persons (Nil as on March 31, 2021).

34.5 Relationship with Struck off Companies

The Group did not have any transaction with companies struck off during the year ended March 31, 2022 and also for the year ended March 31, 2021.

34.6 Disclosure in relation to undisclosed income:

The Group does not have any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year ended March 31, 2022 and March 31, 2021 in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).

34.7 Details of Benami Property held

The Group does not have any Benami property, where any proceeding has been initiated or pending against the Company, during the year ended March 31, 2022 and March 31, 2021 for holding any Benami property.

34.8 Details of Crypto Currency or Virtual Currency

The Group has not traded or invested in Crypto currency or Virtual Currency during the year ended March 31, 2022 and March 31, 2021.

34.9 Utilisation of Borrowed Fund & Share Premium

The Group has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall: (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or (b) provide any guarantee, security or the like on behalf of the ultimate beneficiaries.

The Group has not advanced or lent or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall: (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

34.10 Registration of charges or satisfaction with register of companies

The company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

Figures of the previous year have been regrouped/rearranged wherever considered necessary

35. Approval of Financial Statements

The consolidated financial statements were approved for issue by board of directors on 27th May, 2022

For and on behalf of the Board of Directors

N. RAMESH RAJAN
Chairman

P. DWARAKNATH REDDY
Managing Director

R.P. KHAITAN
Joint Managing Director

As per Audit Report attached
For **G BALU ASSOCIATES LLP**
Chartered Accountants
FRN : 000376S/S200073

C.R. SIVARAMAKRISHNAN
Chief Financial Officer

J. SRINIVASAN
Company Secretary

RAJA GOPALAN B
Partner (M No.217187)

Place : Chennai
Date : 27th May, 2022

ATTACHMENT TO THE FINANCIAL STATEMENT

FORM AOC-1

Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Subsidiary / Associate Companies / Joint ventures

Subsidiaries

S.No.	Name of the Subsidiary	Helios Strategic Systems Ltd	Kineco Limited and its Joint Ventures & Subsidiaries
1	Reporting period	31st March 2022	31st March 2022
2	Reporting Currency	INR in Lakhs	INR in Lakhs
3	Share Capital	5.00	626.42
4	Other Equity	2,902.51	2,895.46
5	Non controlling interest	-	2,030.21
6	Total Assets	6,035.36	20,298.38
7	Total Liabilities	3,127.85	14,746.29
8	Investments (except for investment in subsidiaries)	-	27.36
9	Turnover	223.46	20,191.19
10	Profit/(Loss) before taxation	(124.27)	1,154.82
11	Provision for taxation	-	468.81
	Total Comprehensive income attributable to:		
	1. Owners of the Company	(124.27)	269.62
	2. Non controlling interest	-	352.12
12	Proposed Dividend	-	-
13	% of shareholding	100%	*50.991%

*held through Helios Strategic Systems Ltd ., a wholly owned subsidiary of Indo National Ltd.

As per our Report attached

For **G BALU ASSOCIATES LLP**
Chartered Accountants
FRN : 000376S/S200073

RAJA GOPALAN B
Partner (M No.217187)
Place : Chennai
Date : 27th May, 2022

N. RAMESH RAJAN
Chairman

C.R. SIVARAMAKRISHNAN
Chief Financial Officer

For and on behalf of the Board of Directors

P. DWARAKNATH REDDY
Managing Director

R.P. KHAITAN
Joint Managing Director

J. SRINIVASAN
Company Secretary

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